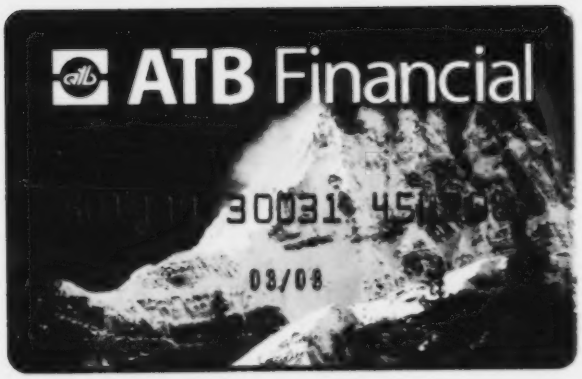

ENTER HERE

ATB Financial

WELCOME TO ATB FINANCIAL

YOUR ACCESS CARD IS YOUR GATEWAY TO THE BEST FINANCIAL SERVICES IN ALBERTA.

CONTINUE?

YES

NO

ABOUT US

In January 2002, we became ATB Financial. The new name signals our goal of building an unassailable franchise across Alberta, providing best-in-class financial products, services and advice to individuals, small and large business, and agri-business. By retaining ATB (the acronym for Alberta Treasury Branches) in our new name, we remain linked to a proud heritage of quality service to customers across the province. ATB Financial remains an Alberta-based financial institution, committed to the future of this province.

P10	MESSAGE FROM THE CHAIRMAN OF THE BOARD AND THE PRESIDENT AND CHIEF EXECUTIVE OFFICER
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103-04055/

For the years ended March 31	2002	2001	2000	1999	1998
FINANCIAL POSITION *($ in thousands)*					
Total deposits	**11,425,210**	10,918,863	9,924,626	9,022,310	8,726,065
Total loans	**10,400,563**	9,554,252	8,933,575	8,036,775	7,460,424
Equity (deficit)	**592,033**	434,107	272,638	44,148	(66,544)
OPERATING RESULTS *($ in thousands)*					
Interest income	**739,445**	809,826	703,741	630,584	545,796
Interest expense	**373,862**	447,857	371,870	343,652	294,643
Net interest income	**365,583**	361,969	331,871	286,932	251,153
Provision for (recovery of) credit losses	**21,095**	20,969	(41,821)	3,787	(4,173)
Net interest income after provision for (recovery of) credit losses	**344,488**	341,000	373,692	283,145	255,326
Other income	**101,209**	89,075	94,560	74,120	65,446
Net interest and other income	**445,697**	430,075	468,252	357,265	320,772
Non-interest expenses	**287,771**	268,606	239,762	246,573	235,338
Net income	**157,926**	161,469	228,490	110,692	85,434
STATISTICAL HIGHLIGHTS					
Customer deposit accounts	**1,128,279**	1,119,164	1,011,880	1,030,300	977,560
Customer loan accounts	**241,154**	236,128	211,695	206,598	208,535
Branches	**145**	144	144	148	148
Agencies	**131**	130	130	129	130
Staff (full-time equivalents)	**2,714**	2,675	2,505	2,493	3,161
KEY PERFORMANCE MEASURES *(percent)*					
Operating revenue growth	**3.49**	5.77	18.11	14.04	3.45
Net interest margin	**3.00**	3.26	3.33	3.16	2.92
Other income to operating revenue	**21.68**	19.75	22.17	20.53	20.67
Expenses to operating revenue	**61.65**	59.55	56.23	68.29	74.33
Return on average assets	**1.29**	1.46	2.29	1.22	0.99
Operating expense growth	**7.13**	12.03	(2.76)	4.77	1.42
Net impaired loans to total gross loans	**(0.82)**	(0.49)	(0.36)	(0.30)	2.23
Credit losses to average loans	**0.21**	0.22	(0.49)	0.05	(0.06)
Loan growth	**8.86**	6.95	11.16	7.73	2.18
Deposit growth	**4.64**	10.02	10.00	3.39	3.78
Asset growth	**5.96**	11.67	12.49	5.26	4.14

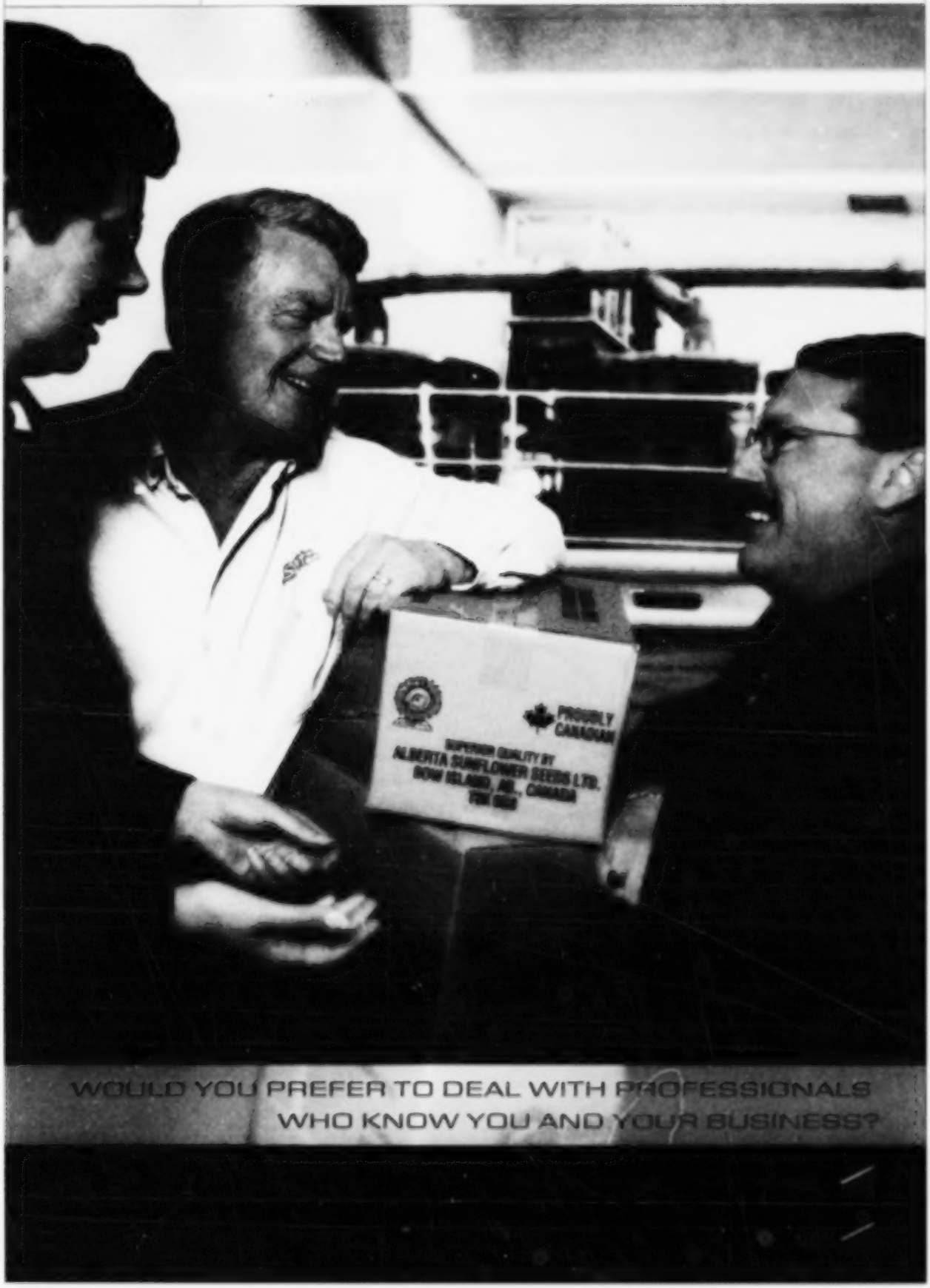
WOULD YOU RATHER TALK TO A PERSON?

YES ◀

NO ◀

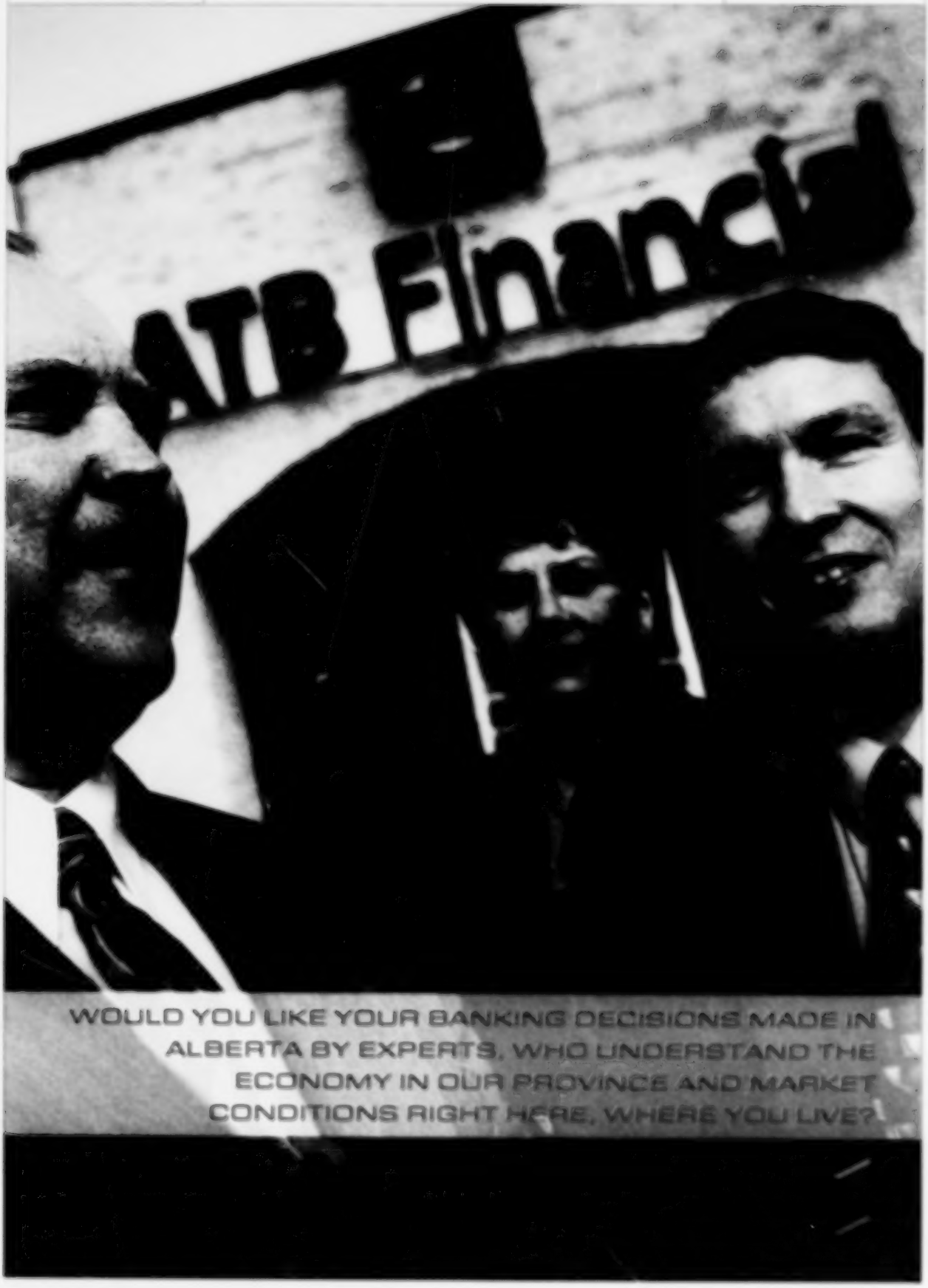
THE PERSON

A PERSON WHO WILL ACTUALLY ANSWER THE PHONE WHEN YOU CALL. THAT'S A REFRESHING CHANGE THESE DAYS. **TALK TO YOU SOON!**


PROUDLY CANADIAN
SUPERIOR QUALITY BY
ALBERTA SUNFLOWER SEEDS LTD.
ROW ISLAND, AB., CANADA
WOULD YOU PREFER TO DEAL WITH PROFESSIONALS
WHO KNOW YOU AND YOUR BUSINESS?

THE RELATIONSHIP

WE VALUE OUR CUSTOMERS, AND WE TAKE THE TIME TO UNDERSTAND THEM AND TO PROVIDE **QUALITY FINANCIAL ADVICE.**


ATB Financial
WOULD YOU LIKE YOUR BANKING DECISIONS MADE IN ALBERTA BY EXPERTS, WHO UNDERSTAND THE ECONOMY IN OUR PROVINCE AND MARKET CONDITIONS RIGHT HERE, WHERE YOU LIVE?

THE UNDERSTANDING

AT ATB FINANCIAL, WE HAVE THE **EXPERTISE AND CAPABILITY** TO HANDLE ALL YOUR FINANCIAL NEEDS, FROM SMALL TRANSACTIONS TO MULTI-MILLION DOLLAR LOANS.

WOULD YOU LIKE TO DO YOUR BANKING ONLINE?

THE CONVENIENCE

WHETHER YOU WANT TO REVIEW THE STATUS OF YOUR ACCOUNT OR PAY A BILL ONLINE. **ATB FINANCIAL IS THE CONNECTION YOU NEED. WORLDWIDE.**

Ron Triffo, *Chairman of the Board*

CHAIRMAN, RON TRIFFO, AND PRESIDENT AND CHIEF EXECUTIVE OFFICER, BOB NORMAND, DISCUSS THE INDUSTRY TRENDS THAT HAVE MOTIVATED NEW DIRECTIONS AT ATB FINANCIAL.

Our new name, ATB Financial, combines a 64-year tradition of personal service and hard work to become a vital force in Alberta's financial community, with a sound plan for the future. This annual report is a snapshot of ATB Financial's achievements in 2001-2002 and a testament to the remarkable team of more than 500,000 customers and 3,000 associates who made it all happen.

FINANCIAL STRENGTH

Our growth has been consistent. Compared to 10 years ago, our total deposits are more than 50 percent higher; total loans have grown by over 65 percent, and total assets are up by almost 70 percent. Just five years ago, we had a negative net worth of $152 million, and the organization was shrinking. Since then, we have grown the balance sheet by $4 billion, built up $744 million in equity, and brought down our loan losses from the highest in the industry to among the lowest. We earned a profit of more than $157 million in fiscal 2002, and we are growing in every market segment we touch.

ATB Financial serves more customers, in more locations, than any other financial institution in Alberta. We are the largest supplier in the province of capital to homeowners, small business, and the agri-industry, and we are among the top lenders to junior and mid-sized oil and gas companies, the energy services sector and the hospitality industry. Our market share in these areas is increasing steadily, and our earnings are reported in a transparent, timely and trustworthy fashion.

COMPETITIVE ADVANTAGE

While other financial institutions continue to consolidate and cut service in Alberta to pursue international aspirations, in recent years we opened 10 new branches, and renovated or relocated another 32 – more than any other financial institution in Alberta. Responding to our customers' needs, we introduced more than 250 new products and an Internet banking system.

Bob Normand, *President & Chief Executive Officer*

We are investing in Alberta, just as Albertans invest in us. We are building on our rich tradition of being "distinctly different" – a tradition born of an intimate knowledge and understanding of the micro-economies of diverse communities across the province. We continue to proudly make decisions locally. Through the Customer Contact Centre, we deliberately and promptly answer each call in person. Our associates handle about 125,000 calls every month and respond directly to our customers' needs.

We continue investing in our people through extensive education and training programs, hiring and developing hundreds of our own trainees, and promoting predominantly from within. We don't believe that Albertans have to leave the province to get rewarding jobs in our industry; in fact, we aim to be a magnet for those people, as an organization that makes all of the decisions right here, with all of the skill and the experience required to do so.

Technology is another area of substantial investment for us. We have committed significant resources towards streamlining and improving both our customers' access and our internal operations across the province. Our recent focus on growing our business in the larger cities reflects not only the need to spread these and other capital expenditures over a larger base, but our imperative to earn new customers in Alberta's fastest-growing centres. Putting our competitive advantage to work on a larger scale in these centres is more than a sound strategy: it will provide revenue that is vital to maintaining and expanding on our traditional strengths in Alberta's smaller centres as well.

As one of our core businesses, our commitment to growth in the agri-industry continues. The past year saw further progress in each of the three growth areas targeted in our business plan: retail banking, wealth management, and energy and commercial banking.

In our largest area, retail banking, we raised our profile in larger urban markets, where we have many fewer branches than our competitors. We launched our new corporate identity, ATB Financial that clearly says who we are and what we do. The new identity will be phased-in across Alberta and signage will gradually be replaced on all branches. And we built a more balanced book by diversifying our customer base across the province.

In wealth management, we are developing a new suite of highly competitive solutions to serve the dramatically growing market for equity investments such as mutual funds, which today's savvy investor demands. The launch of these services this Fall will in time provide more stable earnings by reducing ATB Financial's high dependence on interest spread income.

And, in energy and commercial banking, we focused on ramping up to better serve the energy industry, and on boosting our credit-granting, monitoring and managing capabilities to extend our traditional strength in rural markets into larger urban markets. Our move into serving larger-scale enterprises is a result of feedback from our small and mid-sized business customers, who told us they did not want to leave ATB Financial to grow.

Although Alberta's economy remains robust, the 40-year low in interest rates over the past year affects us. As a result, a reduction in net interest spread will translate into lower profitability and a temporary reversal of our trend toward growing earnings. Through more work in the three growth areas identified in our business plan, we expect increases in ATB Financial's profitability in subsequent years, although additional required investment and operating expenses challenge us to ensure revenue growth is commensurate.

SUSTAINABILITY

Adding "Financial" to our name in 2002 reflects the substantial strides we have made to keep growing and creating value for Albertans. ATB Financial, working from deep roots in local communities and businesses, combines stability and progressiveness, a passion for our province, and a proud tradition of personalized customer service.

Just one year away from official "senior" status on our 65th birthday, we thank Albertans for recognizing and supporting their uniquely home-grown, provincial financial institution. And we salute our former president, Paul Haggis, for leaving ATB Financial on a very sound foundation from which we have every confidence that our associates will continue to build. Our powerful connection to Alberta's past, along with our unique strengths, commitments and plans, assure ATB Financial a thriving future worthy of the people we are so privileged to serve.

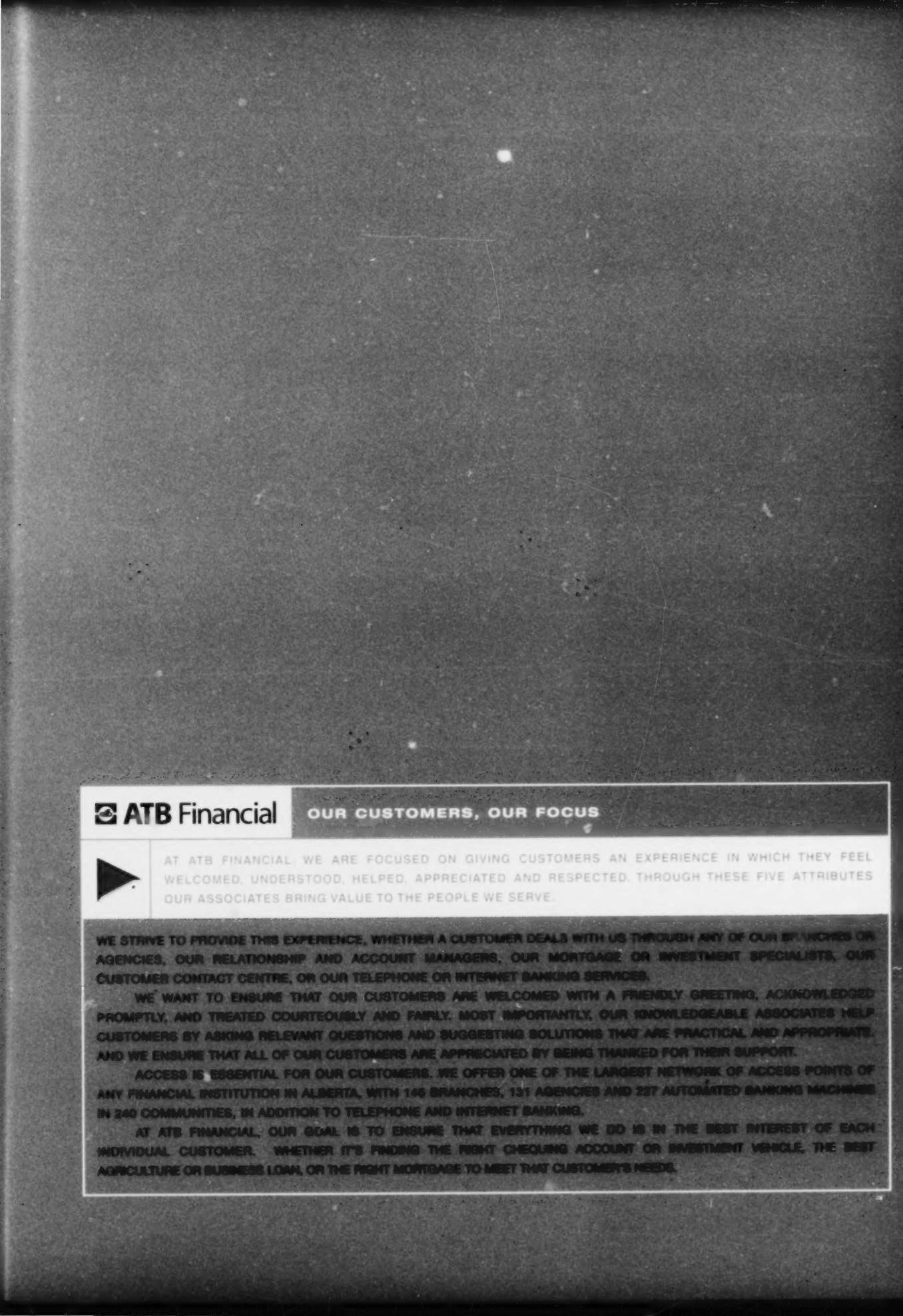
Ron P. Triffo

Chairman of the Board

May 29, 2002

Bob Normand

President and Chief Executive Officer


ATB Financial
OUR CUSTOMERS, OUR FOCUS
AT ATB FINANCIAL, WE ARE FOCUSED ON GIVING CUSTOMERS AN EXPERIENCE IN WHICH THEY FEEL WELCOMED, UNDERSTOOD, HELPED, APPRECIATED AND RESPECTED. THROUGH THESE FIVE ATTRIBUTES OUR ASSOCIATES BRING VALUE TO THE PEOPLE WE SERVE.
WE STRIVE TO PROVIDE THIS EXPERIENCE, WHETHER A CUSTOMER DEALS WITH US THROUGH ANY OF OUR BRANCHES OR AGENCIES, OUR RELATIONSHIP AND ACCOUNT MANAGERS, OUR MORTGAGE OR INVESTMENT SPECIALISTS, OUR CUSTOMER CONTACT CENTRE, OR OUR TELEPHONE OR INTERNET BANKING SERVICES.
WE WANT TO ENSURE THAT OUR CUSTOMERS ARE WELCOMED WITH A FRIENDLY GREETING, ACKNOWLEDGED PROMPTLY, AND TREATED COURTEOUSLY AND FAIRLY. MOST IMPORTANTLY, OUR KNOWLEDGEABLE ASSOCIATES HELP CUSTOMERS BY ASKING RELEVANT QUESTIONS AND SUGGESTING SOLUTIONS THAT ARE PRACTICAL AND APPROPRIATE, AND WE ENSURE THAT ALL OF OUR CUSTOMERS ARE APPRECIATED BY BEING THANKED FOR THEIR SUPPORT.
ACCESS IS ESSENTIAL FOR OUR CUSTOMERS. WE OFFER ONE OF THE LARGEST NETWORK OF ACCESS POINTS OF ANY FINANCIAL INSTITUTION IN ALBERTA, WITH 146 BRANCHES, 131 AGENCIES AND 227 AUTOMATED BANKING MACHINES IN 240 COMMUNITIES, IN ADDITION TO TELEPHONE AND INTERNET BANKING.
AT ATB FINANCIAL, OUR GOAL IS TO ENSURE THAT EVERYTHING WE DO IS IN THE BEST INTEREST OF EACH INDIVIDUAL CUSTOMER. WHETHER IT'S FINDING THE RIGHT CHEQUING ACCOUNT OR INVESTMENT VEHICLE, THE BEST AGRICULTURE OR BUSINESS LOAN, OR THE RIGHT MORTGAGE TO MEET THAT CUSTOMER'S NEEDS.

ATB Financial

OUR CUSTOMERS, OUR FOCUS

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"ATB FINANCIAL STAFF GIVE ME ANSWERS TO MY QUESTIONS WHEN I NEED THEM. THEY ARE FRIENDLY AND EFFICIENT."

SWINGING 7 RANCHES — LONGVIEW

JOHN DOES ALL HIS BANKING WITH ATB FINANCIAL.

John Scott is a busy man. He travels around Alberta, Canada and the world, and he needs a financial institution that provides convenience without sacrificing personal service. "ATB Financial staff give me answers to my questions when I need them. They are friendly and efficient," says John Scott. "I prefer hands-on banking over using a machine. I can use telephone banking if I need too, or I can call my branch directly for help if I prefer," says John.

John does all his banking with ATB Financial. "I know that I can depend on ATB Financial for project financing for my business and for good advice on a mortgage," he says.

"I live in a small town, and it is nice to have great financial services offered right there," John concludes. "It's also nice to be able to do business with an Alberta company."

JOHN SCOTT IS AN ENTREPRENEUR IN LONGVIEW, ALBERTA. HE OWNS AND OPERATES SWINGING 7 RANCHES LTD. AND JOHN SCOTT MOTION PICTURE ANIMALS LTD.

"SINCE 2001, 75 PERCENT OF OUR CLIENTS HAVE CHOSEN TO GET THEIR MORTGAGES FROM ATB."

COBBLESTONE DEVELOPMENT CORPORATION — EDMONTON

BUILDERS NEED A FINANCIAL PARTNER THAT CAN HELP THEM FINANCE SHOW AND SPEC HOMES AND HELP THEIR CLIENTS BUY HOMES.

That's why Cobblestone Development does business with ATB Financial, and refers their customers as well. "We consider ATB part of our team in making a home buyer's experience pleasant and stress free," says Les Soprovich, Partner.

Cobblestone refers all of their clients to ATB Financial. "Since 2001, 75 percent of our clients have chosen to get their mortgages from ATB," Les states. "The roving mortgage specialists have a lot to do with that. Our clients have told us they like dealing with ATB because ATB's mortgage specialists come right to their homes, even on evenings and weekends."

Cobblestone has won awards for their customer service excellence, and they expect any member of their team to treat their clients as well as they do. "ATB Financial does just that."

COBBLESTONE DEVELOPMENT BUILDS QUALITY CUSTOM HOMES IN EDMONTON AND THE SURROUNDING COMMUNITIES.

At ATB Financial, we understand our customers, and we understand service. That is why we provide solutions through a variety of delivery options that work to meet the needs and expectations of our customers.

Today's customers demand the very best in service and want the flexibility to deal with their financial institution when and where it is convenient for them. Ongoing development of the branch network continues, along with increasing the capabilities of other service channels, such as Internet banking and the Customer Contact Centre.

ATB Financial takes great pride in developing products that enable our customers to reach their financial goals. Our products are competitively priced and give customers the flexibility and features they demand in today's competitive marketplace. Over the past five years, we have introduced more than 250 new products, and we continue to adapt our products to meet changing customer needs. Whether it is a simple chequing account, MasterCard, a mortgage or a more complex wealth management service, ATB Financial manages an extensive suite of products to meet every customer's needs.

Growth in ATB Financial's mortgage portfolio was very strong over the last year, as customers looked to take advantage of interest rates unseen for decades. We offered several competitive financing solutions, including a 30-month mortgage program and a new capped rate mortgage. We continue to expand our mortgage service capabilities through a dedicated team of mortgage development officers who work with developers and realtors to expand our mortgage business. As a result of these efforts, we grew our mortgage portfolio by 11.2 percent last year.

Solid growth in GICs and term deposits in both registered and non-registered portfolios showed a combined growth of 10.2 percent. We offer competitive investment solutions that provide customers with a safe and secure haven for their hard-earned investment dollars. Our Springboard GIC continued to be extremely popular with customers, due to its increasing rate structure and flexible redemption options. For customers looking to earn a potentially higher return without the risk of direct exposure to equity markets, our Linked RSPs proved to be an effective alternative. Last year, we launched the Tri-Sector RSP, which was linked to 15 companies in the technology, pharmaceutical and health care industries. And, as with all Linked RSP/GICs, the principal investment is fully guaranteed.

We expanded and continued to grow our MasterCard portfolio, which grew by 30.0 percent. Our ongoing development of solutions, such as our new Alberta Gold 4-H MasterCard, lets customers continue to take further advantage of the growing popularity of this convenient payment vehicle.

With this combination of products, convenience, and personalized service, ATB Financial stands tall as a competitive choice for Albertans. What sets us apart from our competitors is our commitment to the personal touch, reflected in our ongoing commitment to our branch network, the voice on the other end of the phone at our Customer Contact Centre, and our dedicated sales staff.

GAUNTLET ENERGY CORPORATION | CALGARY

ATB FINANCIAL IS ABLE TO FOLLOW A FAST-GROWING COMPANY AND SUPPORT A COMPANY WHEN THINGS ARE SLOWER.

A fast-growing, publicly traded energy company needs a financial institution that is nimble and able to grow and adapt to meet their needs - Gauntlet Energy found that in ATB Financial.

Laurie Sibbald, President and CEO explains, "From the beginning, ATB Financial has followed our plans, and understood what we needed at the time we needed it. ATB is able to follow a fast-growing company and support a company when things are slower."

Laurie doesn't hesitate to recommend ATB Financial as a financial institution of choice for businesses: "There are a lot of small companies starting out that need a financial partner that understands that end of the business and is able to grow with them and grow quickly."

GAUNTLET ENERGY CORPORATION IS A JUNIOR EXPLORATION AND PRODUCTION COMPANY, FOCUSED ON NATURAL GAS.

ATCO POWER CANADA | CALGARY

BECAUSE OF THE SHEER SIZE OF ITS BUSINESS, ATCO POWER NEEDS SEVERAL FINANCIAL INSTITUTIONS TO WORK TOGETHER TO FINANCE ITS PROJECTS.

"The ATCO group's relationship with ATB Financial started decades ago. When we began building projects in Alberta, ATB was a natural partner. They have an appetite for financing Alberta projects," says Tony Pullman, Senior Vice-President, Finance for ATCO Power.

Since 1999, ATB Financial has participated in four different ATCO Power projects. "ATB Financial has been a solid supporter of our strategy in the Alberta marketplace. They are not a fairweather lender. Even better, their response time is prompt and professional. They never leave us hanging," says Tony.

ATCO POWER BUILDS AND OPERATES POWER PLANTS AROUND THE WORLD AND IS PART OF THE ATCO GROUP, AN ALBERTA-BASED PUBLICLY TRADED CORPORATION WITH OVER $5.8 BILLION IN ASSETS.

ATB Financial recognizes that owner-managed and operated firms are the heart of Alberta's economy, and we are committed to supporting Alberta businesses with the financial services they need to grow and prosper. A recent survey conducted by the Canadian Federation of Independent Business (CFIB) rated ATB Financial as the number one financial services provider to Alberta small businesses. Our complete range of products and services helps customers manage the financial side of their businesses.

We appreciate that our business customers want individual attention, convenience and ease in dealing with their financial institution. We recognize their needs are unique, and that the best way to help them is through associates who are focused on their success. As a proud Alberta organization, we have a unique understanding of the province's economic cycles, and of how our specific regions, cities and towns are affected by economic changes both here and nationally, as well as local business conditions and opportunities. All of our decisions are made in Alberta, often close to where the customer carries on business.

Consistent personal service is also vital for our customers. We have consciously developed career opportunities that allow our associates to expand their careers while continuing to look after the same customers. In rural areas, our branch managers have a keen understanding of their local business clients' needs. In larger centres including Fort McMurray, Grande Prairie, Red Deer, Lethbridge, Medicine Hat, Calgary and Edmonton, we have created teams of relationship and account managers devoted exclusively to working with business clients. Relationship managers spend most of their workdays meeting with clients and prospects at their place of business, be it an office or a project site.

Reaching out to our customers remains a priority for us. We introduced a seminar program to help clients understand how to manage cash flow "for success and survival." A recent participant in that seminar wrote:

"AN EXCELLENT COURSE FOR ANY SMALL BUSINESS OWNER-OPERATOR. THIS COURSE HELPS TO BRIDGE THE GAP BETWEEN SMALL BUSINESS AND ATB FINANCIAL. THIS IS DEFINITELY A FEATHER IN ATB FINANCIAL'S HAT. THIS PROGRAMM IS A COMPETITIVE ADVANTAGE FOR ATB FINANCIAL, AND SHOWS THEIR LEAD IN WORKING WITH SMALL BUSINESS."

We are striving to grow our business in Calgary and Edmonton. For example, our Calgary Business Financial Services Centre has been particularly well received by clients. It offers meeting rooms, video conferencing, computer and Internet access, and training facilities. We recently appointed a Senior Vice-President of Energy and Commercial based in Calgary, to boost our ability to serve the energy industry in our province.

ALBERTA SUNFLOWER SEEDS LTD. BOW ISLAND

FOR A FAST GROWING AGRI-BUSINESS IN RURAL ALBERTA, THERE ARE MANY FACTORS TO CONSIDER WHEN SELECTING A FINANCIAL INSTITUTION.

Alberta Sunflower Seeds appreciates the personal service they get from their local ATB Financial branch. "The people at ATB Financial are personable and friendly, and they always try their best to meet our needs," says Emmy Droog, Vice-President and co-owner. "They listen to us and take our suggestions seriously."

Alberta Sunflower Seeds first started doing business with ATB Financial in 1983. "ATB gave us support when our business was starting out and when things were tougher. They believed in us," Emmy explains. "We continue to do business with them because of their excellent service and Alberta roots. And, we look forward to more products and services being offered to rural business like ours."

PRIMROSE LIVESTOCK LTD. LETHBRIDGE

THE CATTLE INDUSTRY, LIKE ANY, HAS ITS OWN UNIQUE COMPLEXITIES, AND LIVESTOCK BUSINESSES NEED A FINANCIAL PARTNER THAT UNDERSTANDS THEM.

Primrose Livestock has that in ATB Financial. "The lenders I deal with have agriculture expertise. They know about my business, and what they don't know they are willing to learn," says Steve Primrose, Owner.

Primrose came to ATB Financial in their early days. "The people at the local branch treated us right," explains Steve. "It is nice to know that we don't have to go to Toronto for a decision. Decisions are made here in Alberta, by Albertans."

Steve believes there are great opportunities for a financial institution like ATB Financial. "ATB is willing to stand by businesses through good and rough times. That fosters allegiance."

ATB Financial maintains its historic commitment to rural Alberta and to supporting and financing the province's vital agricultural industry. We are the number one lender to agri-business in Alberta; one in four Alberta farm families deals with ATB Financial.

We understand the specialized and flexible products and delivery options that our customers require to sustain and grow their agri-businesses, such as seasonal credit, equipment and livestock loans, and farm mortgages. One such product is the AgriBusinessCard MasterCard, which greatly simplifies the credit process for customers. Last year, we made this popular product available to a larger audience by increasing the limit from $50,000 to $100,000.

In addition to providing specialized products for agri-industry, ATB Financial remains dedicated to providing exceptional customer service. We recruit and train our associates with the agricultural industry in mind. We have 30 agrologists on staff in various roles, and we continue to recruit from post-secondary agricultural schools. Many of our branch staff have agricultural backgrounds and some continue to farm. With close ties to the industry, we appreciate our customers' needs, and we are proactively positioned to recommend solutions.

In January 2002, ATB Financial entered into a cooperation and referral agreement with Rabobank International, a corporate and investment banking arm of the Dutch-based Rabobank Group. With locations in nearly 40 countries, Rabobank has considerable experience in exporting and financing in global markets. This alliance helps our customers take advantage of international opportunities in the food and agriculture industry, and in the forestry sector.

During the last year, we bolstered our ongoing support of the 4-H program by introducing two new products, the Alberta Gold 4-H MasterCard, and the Alberta AgriBusiness 4-H MasterCard. By donating a percentage of every transaction fee from these cards to Alberta 4-H, we give 4-H members and alumni another way to contribute to this worthwhile organization. We are delighted to be represented on 4-H's provincial council, and to provide more than $80,000 in support to 4-H programs, scholarships and events each year.

ATB Financial has been an integral part of Alberta's farming, ranching and forestry industries since we started in 1938, and we continue to grow with these sectors. We fully intend to stay responsive to the agri-industry by providing highly personalized service and best-in-class products for our customers.

JACK BARROW

FORT MCMURRAY

JACK BARROW IS A WEALTH MANAGEMENT CUSTOMER WHO VALUES SOUND ADVICE FROM SOMEONE WHO LISTENS TO HIM.

"My ATB Financial Investment Specialist listens to what I want and what risks I'm willing to take and then suggests a portfolio mix that is perfect for my needs," says Jack Barrow.

Jack knows that investing hard-earned money can be a stressful and intimidating experience if you don't have the right person giving you advice. "One of the things I appreciate is that my Investment Specialist is just a regular guy, he speaks to me in language I understand. And, he answers all my questions," Jack explains.

Once money is invested, Jack believes the service shouldn't stop there. "My Investment Specialist follows-up with me. He is accessible if I need to get in touch about my investments, and he returns my calls promptly."

LOVYL & JOSEPHINE MARIAN

SATISFIED CUSTOMERS LIKE JOSEPHINE AND LOVYL RECOMMEND ATB FINANCIAL TO OTHERS.

When we retire, we all worry about what to do next with our investments. That's why Lovyl Marian and his wife, Josephine, came to ATB Financial. "We had done business with ATB Financial since 1960, and we had confidence in the staff," says Lovyl Marian.

"The people at ATB seem to have a real understanding of what we need. They listen to us, and we feel good about the advice we get from them," Lovyl continues. "Other firms we've dealt with want you to invest your money on their terms. Our Investment Specialist at ATB wants us to invest our money on our terms."

Satisfied customers like Josephine and Lovyl recommend ATB Financial to others. "We have two daughters and a son that do business with ATB. And, we've recommended ATB investment services to several people."

ATB Financial has a holistic view of wealth management. We understand the process of creating and managing wealth for our customers. It involves determining their unique needs as individuals, helping them set goals for the near term, and then looking to longer-term financial objectives. We identify the financial targets and risk tolerance of each customer, map out a plan, and then build a portfolio to help them progress toward their goals.

To build that portfolio, ATB Financial needs to provide an array of investment solutions. We are committed to building our capacity to provide the solutions our customers require. We are developing competitive products, and in the Fall of 2002, we will launch a wide suite of solutions to match our customers' goals.

Investment decisions are based on trust in the training, skill and character of a personal advisor. We are pursuing our goal of having qualified financial advisors within ATB Financial, trained in understanding clients and their objectives, and in matching clients' goals with an appropriate investment portfolio to meet their changing financial goals.

Wealth management is an important growth area for ATB Financial. The quality of our solutions and the excellence of our financial advice will strengthen our ability to serve our customers.

EXECUTRADE CONSULTANTS LTD. EDMONTON

As a full-service personnel recruitment agency noted for its consistent client satisfaction and exemplary business ethics, Executrade is well-positioned to judge excellence in customer service and integrity. The company deals with ATB Financial, because their people know we will take the time to understand them and their needs. "The management team gets to know you as a customer. You begin to feel that balance sheets and ratios become secondary," says Rich Stoppler, the company's President.

When asked for his vision of the future of ATB Financial, Rich says, "I see ATB Financial as an organization that has continued to grow, and that is going to continue to diversify their products and allow me to deal worldwide."

EXECUTRADE CONSULTANTS LTD. IS A FULL SERVICE PERSONNEL RECRUITMENT AGENCY.

BOLDER GRAPHICS INCORPORATED CALGARY

BOLDER GRAPHICS IS AN INTERNATIONAL PRINTING COMPANY THAT APPRECIATES THE FULL SPECTRUM OF FINANCIAL PRODUCTS, SERVICES AND SOLUTIONS THAT ATB FINANCIAL OFFERS.

Their people know ATB Financial will give them the solutions to meet their business needs. "ATB Financial knows our business. They've been out to our plants, they have seen us grow and they've been there along side us, helping us do it," states Kevin McCoy, president of Bolder Graphics. "When we expanded to the US, they provided us with the solutions we needed to do business in US funds."

Kevin knows ATB Financial has added value to his growing company. "We're really fortunate to have a regional financial institution that understands small business," he says. "It has helped us grow, and without ATB Financial, we would not be where we are today."

BOLDER GRAPHICS INCORPORATED IS A PRIVATELY OWNED ALBERTA BASED PRINTING AND MANUFACTURING COMPANY.

ATB Financial

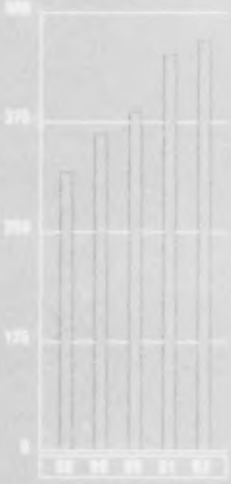
MANAGEMENT'S DISCUSSION AND ANALYSIS

THIS REPORT INCLUDES FORWARD-LOOKING STATEMENTS ABOUT ATB FINANCIAL'S OBJECTIVES, STRATEGIES AND EXPECTED FINANCIAL RESULTS. THESE STATEMENTS ARE SUBJECT TO INHERENT RISK AND UNCERTAINTIES BEYOND ATB FINANCIAL'S CONTROL INCLUDING, BUT NOT LIMITED TO, REGULATORY DEVELOPMENTS WITHIN CANADA, TECHNOLOGICAL CHANGES, COMPETITION, AND CHANGES IN GENERAL ECONOMIC CONDITIONS. GENERAL ECONOMIC CONDITIONS INCLUDE FACTORS SUCH AS FLUCTUATIONS IN INTEREST RATES, CURRENCY VALUES AND INFLATION LEVELS. THESE AND OTHER FACTORS MAY CAUSE ATB FINANCIAL'S ACTUAL PERFORMANCE TO DIFFER, PERHAPS MATERIALLY, FROM THAT CONTEMPLATED BY FORWARD-LOOKING STATEMENTS. THE READER IS CAUTIONED NOT TO PLACE UNDUE RELIANCE ON THESE STATEMENTS ACCORDINGLY.

P24 HIGHLIGHTS P25 INTRODUCTION P26 FINANCIAL STATEMENT REVIEW AND OUTLOOK FOR 2005 P39 RISK MANAGEMENT P46 SUPPLEMENTARY INFORMATION P49 GLOSSARY

THIS REPORT INCLUDES FORWARD-LOOKING STATEMENTS ABOUT ATB FINANCIAL'S OBJECTIVES, STRATEGIES AND EXPECTED FINANCIAL RESULTS. THESE STATEMENTS ARE SUBJECT TO INHERENT RISK AND UNCERTAINTIES BEYOND ATB FINANCIAL'S CONTROL INCLUDING, BUT NOT LIMITED TO, REGULATORY DEVELOPMENTS WITHIN CANADA, TECHNOLOGICAL CHANGES, COMPETITION, AND CHANGES IN GENERAL ECONOMIC CONDITIONS. GENERAL ECONOMIC CONDITIONS INCLUDE FACTORS SUCH AS FLUCTUATIONS IN INTEREST RATES, CURRENCY VALUES AND INFLATION LEVELS. THESE AND OTHER FACTORS MAY CAUSE ATB FINANCIAL'S ACTUAL PERFORMANCE TO DIFFER, PERHAPS MATERIALLY, FROM THAT CONTEMPLATED BY FORWARD-LOOKING STATEMENTS. THE READER IS CAUTIONED NOT TO PLACE UNDUE RELIANCE ON THESE STATEMENTS ACCORDINGLY.

Operating Revenue
($ in millions)



Operating revenue of $466.8 million increased 3.49 percent compared with last year's $451.0 million.

Productivity Ratio
(percent)

ATB's productivity ratio, the ratio of non-interest expenses to operating revenue was 61.65 percent compared with 59.55 percent last year.

Equity
($ in millions)

Total equity of $592.0 million increased 36.38 percent over last year.

Total Assets
($ in billions)

Total assets of $12.4 billion increased 5.96 percent over last year.

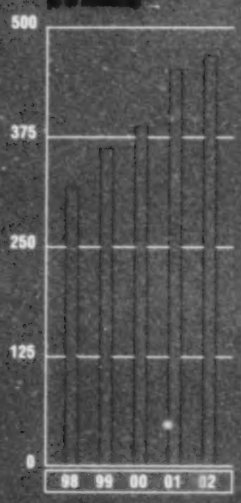
Total Loans
($ in billions)

Total loans of $10.4 billion increased 8.86 percent over last year.

Total Deposits
($ in billions)

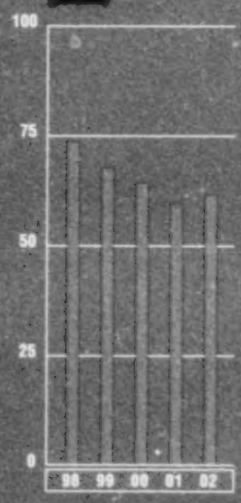
Total deposits of $11.4 billion increased 4.64 percent over last year.

Operating Revenue
($ in millions)



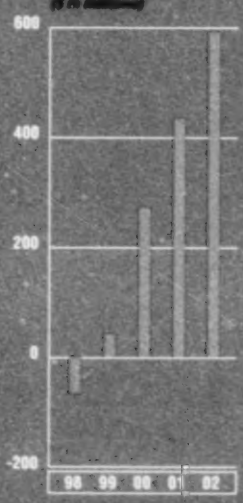
Operating revenue of $487.6 million increased 5.40 percent compared with last year's $462.8 million.

Productivity Ratio
(percent)



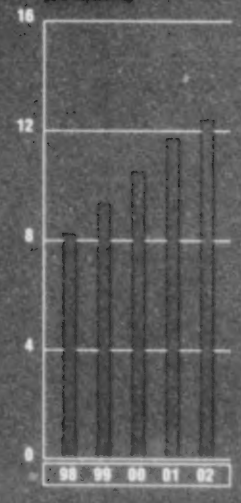
ATB's productivity ratio, the ratio of non-interest expenses to operating revenue was 61.65 percent compared with 59.55 percent last year.

Equity
($ in millions)



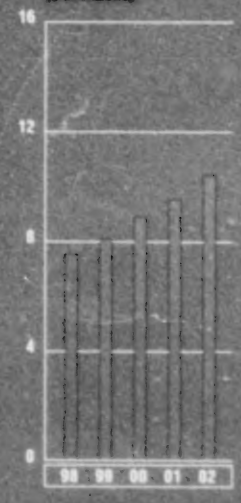
Total equity of $592.0 million increased 34.36 percent over last year.

Total Assets
($ in billions)



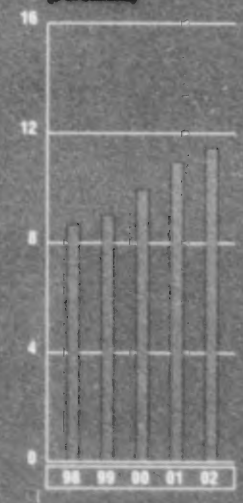
Total assets of $12.9 billion increased 8.94 percent over last year.

Total Loans
($ in billions)



Total loans of $10.4 billion increased 8.56 percent over last year.

Total Deposits
($ in billions)



Total deposits of $11.4 billion increased 4.04 percent over last year.

CORE EARNINGS

Results reported in the consolidated financial statements sometimes include non-recurring or unusual one-time items that are not part of normal day-to-day operations and may obscure the analysis of performance or assessment of trends. Management adjusts reported net earnings for these non-recurring or unusual items to determine and evaluate performance based on "core" earnings. For the two years ended March 31, 2002 and 2001 there were no significant non-recurring or unusual one-time items. Reported net earnings were different than core earnings for the three fiscal years ended March 31, 2000, 1999 and 1998 as shown below. All of this Management's Discussion and Analysis is based on core operating results unless specified otherwise.

TABLE 1 – CORE EARNINGS

For the years ended March 31 ($ in thousands)	2002	2001	2000	1999	1998
Reported net earnings	**$ 157,926**	$ 161,469	$ 228,490	$ 110,692	$ 85,434
Non-recurring items:					
Net interest income					
Interest received on past impaired loans	–	–	26,137	–	–
Other income					
Sale of share options held by ATB	–	–	4,950	–	–
Surplus from a group creditors' life insurance program	–	–	9,525	–	–
	–	–	14,475	–	–
Other expenses					
Reduction in pension liabilities	–	–	8,293	3,385	7,005
Restructuring costs	–	–	–	(5,003)	(9,531)
	–	–	8,293	(1,618)	(2,526)
Total non-recurring items	–	–	48,905	(1,618)	(2,526)
Core earnings	**$ 157,926**	$ 161,469	$ 179,585	$ 112,310	$ 87,960

TABLE 2 – KEY PERFORMANCE MEASURES

As at March 31 (percent)	2002	Budget 2002	2001	2000	*Industry Average
Operating revenue growth	**3.49**	**4.47**	16.91	6.86	8.12
Net interest margin	**3.00**	**3.16**	3.26	3.07	1.92
Net interest spread	**3.09**	**3.24**	3.35	3.17	2.23
Other income to operating revenue	**21.68**	**20.00**	19.75	20.76	52.29
Expenses to operating revenue	**61.65**	**61.31**	59.55	64.29	66.52
Return on average assets (before tax)	**1.29**	**1.27**	1.46	1.80	0.96
Operating expense growth	**7.13**	**7.55**	8.28	1.27	10.10
Net impaired loans to total gross loans	**(0.82)**	–	(0.49)	(0.36)	0.16
Credit losses to average loans	**0.21**	**0.31**	0.22	(0.49)	0.70
Loan growth	**8.86**	**9.23**	6.95	11.16	4.24
Deposit growth	**4.64**	**3.84**	10.02	10.00	6.93
Asset growth	**5.96**	**5.02**	11.67	12.49	10.90

*Average of eight major Canadian banks as at October 31, 2001

OVERVIEW

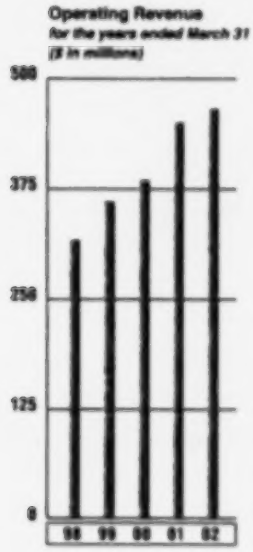
Fiscal year 2002 was another successful year for ATB Financial. Greater than expected net income of $157.9 million resulted in a return on assets of 1.29 percent and increased ATB Financial's equity to $592.0 million at March 31, 2002. The majority of key performance measures developed for fiscal 2002 were either achieved or exceeded. This was accomplished despite a sluggish North American economy combined with historically low interest rates and the economic impact of the events of September 11. The net interest margin fell short of plan due to an interest rate environment even lower than expected for much of the year. This affected the operating revenue growth and efficiency ratio.

ATB Financial's management anticipates a further decrease in net income in 2003. That projection is based on the expectation of continuing low interest rates, average asset growth and increased non-interest expenses.

The increase in non-interest expenses is directly related to growth initiatives over the next three years. In particular, ATB Financial's management will focus on growth opportunities in personal and business banking, wealth management, and energy and commercial banking.

OPERATING REVENUE

Operating revenue consists of net interest income and other revenue.



Operating revenue of $466.8 million increased 3.49 percent over last year's $451.0 million.

Operating revenue totaled $466.8 million for fiscal 2002, up from last year's $451.0 million. While this growth represented a 3.49 percent increase, operating revenue fell short of management's projection of 4.00 to 4.50 percent growth. Total operating revenue for 2002 is comprised of net interest income of $365.6 million and other income of $101.2 million. Other income exceeded ATB Financial's plan while net interest income was below plan due to lower than expected interest rates.

OUTLOOK FOR 2003

ATB Financial expects operating revenue in fiscal 2003 to remain fairly constant with the results reported in 2002.

Operating revenue is expected to remain fairly constant in 2003 due to two offsetting factors. Net interest spread is expected to be lower while a moderate increase in earning assets will offset the loss of income due to low interest rates. ATB Financial expects interest rates to rise slowly over fiscal 2003, although continued historically low interest rates will maintain downward pressure on the net interest margin.

NET INTEREST INCOME

Net interest income is the difference between interest earned on loans to customers, deposits with banks and securities, and interest expense incurred on deposits and other liabilities. The level of net interest income is affected by two factors:

(a) the volume of interest earning assets, and

(b) the difference between the average interest rate received on loans and investments and the average interest rate paid on customers' deposits.

Net interest income was $365.6 million in fiscal 2002, an increase of $3.6 million or 1.00 percent over last year's $362.0 million. The modest increase was due to growth in average earning assets (loans to customers, deposits with banks and securities). Growth in revenue due to asset growth was reduced by a lower net interest margin compared to fiscal 2001. The net interest margin is the ratio of net interest income to average total assets. The ATB Financial net interest margin of 3.00 percent continued to exceed the Canadian industry average of 1.92 percent. The main reasons for this strong performance are that ATB Financial maintains a strong retail deposit base, and has a smaller share of the corporate market, which tends to yield lower returns.

One of the performance indicators ATB Financial uses to measure its performance is net interest spread, which is the ratio of net interest income to average earning assets. ATB Financial's net interest spread was 3.09 percent for the fiscal year ended March 31, 2002 down from last year's spread of 3.35 percent and a planned spread of 3.24 percent. The decline from last year was due to the low interest rate environment. The prime lending rate fell by 300 basis points in Canada during the fiscal period and interest rates reached their lowest levels in more than 40 years.

OUTLOOK FOR 2003

ATB Financial expects its net interest spread to be approximately 3.00 percent for 2003.

The lower spread is attributable to an expected environment of continued low interest rates.

TABLE 3 – AVERAGE BALANCES AND AVERAGE INTEREST RATES

As at March 31 ($ in thousands)	2002 Average balances	Mix (%)	Interest rate (%)	Interest	2001 Average balances	Mix (%)	Interest rate (%)	Interest
ASSETS								
Deposits with other banks and securities	$ 1,892,980	15.50	3.70	$ 70,023	$ 1,431,343	12.89	5.84	$ 83,584
Loans								
Mortgage loans	4,194,372	34.35	5.32	365,139	3,839,406	34.58	6.69	256,816
Consumer loans	1,558,091	12.76	7.09	110,532	1,467,356	13.22	8.77	128,743
Other loans	4,208,706	34.47	5.98	253,751	4,060,559	36.57	8.39	340,683
Total loans	9,961,169	81.58	6.72	669,422	9,367,321	84.37	7.75	726,242
Total earning assets	11,854,149	97.08	6.24	739,445	10,798,664	97.26	7.50	809,826
Non-earning assets	356,317	2.92	–	–	304,808	2.74	–	–
	$12,210,466	100.00	6.06	$739,445	$11,103,472	100.00	7.29	$809,826
LIABILITIES AND EQUITY								
Deposits								
Demand	$ 2,140,900	17.53	0.80	$ 17,215	$ 1,696,980	15.28	1.39	$ 23,645
Notice	1,481,457	11.97	1.07	15,591	1,345,439	12.12	2.23	29,996
Fixed term	7,762,680	63.57	4.37	339,437	7,431,634	66.93	5.29	393,328
Total deposits	11,385,037	93.07	3.28	372,243	10,474,053	94.33	4.27	446,969
Non-interest bearing liabilities	288,246	2.37	–	–	251,303	2.27	–	–
Subordinated debentures	27,006	0.22	5.99	1,619	14,969	0.13	6.00	898
Equity	530,177	4.34	–	–	363,147	3.27	–	–
	$12,210,466	100.00	3.06	$373,862	$11,103,472	100.00	4.03	$447,867
Net interest margin			3.00	$365,583			3.26	$361,959

TABLE 4 – CHANGE IN NET INTEREST INCOME

For the years ended March 31	2002 vs 2001 Increases (decreases) due to changes in			2001 vs 2000 Increases (decreases) due to changes in		
($ in thousands)	Volume	Rate	Total	Volume	Rate	Total
ASSETS						
Deposits with other banks and securities	$ 26,958	$ (40,519)	$ (13,561)	$ 11,412	$ 12,686	$ 24,098
Loans						
Mortgage loans	23,744	(15,421)	8,323	22,725	8,291	31,016
Consumer loans	7,961	(26,172)	(18,211)	16,853	8,597	25,450
Other loans	12,430	(59,362)	(46,932)	27,061	24,597	51,658
Total loans	44,135	(100,955)	(56,820)	66,639	41,485	108,124
Change in interest income	$ 71,093	$ (141,474)	$ (70,381)	$ 78,051	$ 54,171	$ 132,222
LIABILITIES AND EQUITY						
Deposits						
Demand	$ (5,160)	$ 12,815	$ 6,430	$ (720)	$ (6,576)	$ (7,296)
Notice	(2,586)	16,981	14,395	259	(3,835)	(3,576)
Fixed term	(17,531)	71,412	53,881	(41,472)	(23,054)	(64,526)
Total deposits	(26,292)	101,008	74,716	(41,933)	(33,465)	(75,398)
Subordinated debentures	(722)	1	(721)	(491)	(98)	(589)
Change in interest expense	(27,014)	101,009	73,995	(42,424)	(33,563)	(75,987)
Change in net interest income	$ 44,079	$ (40,465)	$ 3,614	$ 35,627	$ 20,608	$ 56,235

OTHER INCOME

Other income consists of service charges, credit fees, commissions, card fees, foreign exchange revenue, gains on sale of assets and other sundry items.

Other income was $101.2 million for fiscal 2002, an increase of 13.62 percent compared with last year's $89.1 million. This year's increase in other income well exceeded planned growth in the range of 5.00 to 6.00 percent.

This year's increase in other income is primarily attributable to credit fee revenue exceeding the plan. Credit fee revenue increased sharply due to many current customers choosing to take advantage of the low interest rate environment by re-financing their existing fixed rate loans. A growing loan portfolio also contributed to the increase. Gains were also shown in service charges and card fees. Card fee revenue continued to grow as the result of an increased number of card products in circulation as well as a related increase in the number of transactions.

This year's ratio of other income to operating revenue of 21.68 percent also exceeded last year's ratio of 19.75 percent and this year's planned ratio of 20.00 percent. ATB Financial's ratio of other income to operating income continues to be significantly less than that of all the major Canadian banks as ATB Financial does not generate revenue from trading, investment banking or brokerage activities.

TABLE 5 – OTHER INCOME

For the years ended March 31

($ in thousands)	2002	2001	2000	1999	1998
Service charges	$ 45,751	$ 44,209	$ 41,551	$ 39,472	$ 33,993
Credit fees	25,581	17,238	17,677	16,355	14,730
Commission and other income	12,845	11,937	10,016	8,386	6,644
Card fees	12,879	10,182	7,182	5,980	5,522
Foreign exchange	5,153	5,489	3,659	4,927	4,657
Other income	$ 101,209	$ 89,075	$ 80,085	$ 74,120	$ 65,446

OUTLOOK FOR 2003

Other income is expected to remain fairly constant for 2003 with growth not exceeding 1.00 percent. Increases in all other revenue categories will be offset by a return to a normal level for credit fee revenue.

NON-INTEREST EXPENSES AND PRODUCTIVITY

Non-interest expenses consist of ATB Financial employees' salaries and benefits, the cost of branch buildings and equipment, computer processing and communication charges, a deposit guarantee fee payable to the Province of Alberta and other costs incurred to provide financial services to customers.

TABLE 6 – NON-INTEREST EXPENSES

For the years ended March 31

$ in thousands	2002	2001	2000	1999	1998
Human resources	$ 147,756	$ 139,010	$ 121,659	$ 109,239	$ 100,387
Occupancy	30,861	29,949	29,213	28,091	28,677
Equipment and software	12,943	13,368	9,463	10,706	13,919
Communication	11,318	10,799	10,285	10,923	10,752
Information technology	41,349	38,936	40,672	24,034	21,269
Agencies	5,377	4,713	4,329	4,353	4,278
Marketing and supplies	9,790	10,538	11,030	11,396	9,992
Deposit guarantee fee	15,334	12,739	9,905	7,519	–
Other	14,251	12,619	11,279	9,743	9,647
Total non-interest expenses	**$ 287,771**	**$ 268,606**	**$ 248,055**	**$ 244,953**	**$ 232,912**
Year over year change in non-interest expenses	**7.13%**	**8.28%**	**1.27%**	**5.22%**	**8.30%**

Non-interest expenses were $287.8 million for the year ended March 31, 2002, an increase of 7.13 percent compared with last year's $268.6 million.

The majority of the increase in non-interest expenses relates to increased human resource costs to provide competitive performance-based compensation, a full range of employment benefits and comprehensive training and development opportunities.

Higher information technology costs reflect increased processing costs related to increased transaction volume.

The deposit guarantee fee increased by $2.5 million. The deposit guarantee fee is payable annually to the province to compensate for the unlimited principal and interest guarantee provided by the provincial government to ATB Financial's depositors. The base fee is an amount equal to 1/4 of 1.00 percent of total deposits outstanding at March 31. First introduced in 1999, the base fee is being phased in over a six-year period. For the year ended March 31, 2002 the effective fee was equal to 80.00 percent of the base fee.

TABLE 7 – MAJOR COMPONENTS OF CHANGE IN NON-INTEREST EXPENSES

For the years ended March 31

$ in thousands	Contribution to change in non-interest expenses 2002		Contribution to change in non-interest expenses 2001	
Human resources	$ 11,746	4.37%	$ 14,359	5.79%
Equipment and software	(969)	(0.12%)	2,932	1.17%
Information technology	2,353	0.87%	(1,977)	(0.80%)
Deposit guarantee fee	2,495	0.93%	2,834	1.13%
Other	2,551	1.06%	2,453	0.99%
Change in non-interest expenses	**$ 19,165**	**7.13%**	**$ 20,151**	**8.28%**

PRODUCTIVITY

The ratio of non-interest expenses to operating revenue measures productivity and is calculated as non-interest expenses divided by total revenue.

ATB Financial's productivity ratio was 61.65 percent for the year ended March 31, 2002 compared with a planned ratio of 61.31 percent and last year's ratio of 59.55 percent. The variance from the planned productivity ratio is the result of lower than planned operating revenue.

TABLE 6 – PRODUCTIVITY

For the years ended March 31

($ in thousands)	2002	2001	2000	1999	1998
Operating revenue	**$ 466,792**	$ 451,044	$ 385,819	$ 361,052	$ 316,599
Non-interest expenses	**287,771**	268,606	248,055	244,955	232,812
Productivity ratio	**61.65%**	59.55%	64.29%	67.84%	73.54%

OUTLOOK FOR 2003

The productivity ratio is expected to weaken to 67.40 percent in 2003.

The productivity ratio is expected to weaken in 2003 due to operating revenue remaining relatively constant compared to significantly higher non-interest expenses. The expected increase in non-interest expenses will be driven by a focus on three key areas over the fiscal 2003-2005 planning period:

(1) enhanced retail service delivery to further strengthen the ability to meet customers' needs,

(2) a competitive wealth management offering that provides solutions to meet customers' growing needs, and

(3) greater expertise in commercial banking, particularly in the energy sector.

CREDIT QUALITY

Two key measures are used to assess credit quality. The first is the ratio of impaired loans to total gross loans, which measures the financial condition of the credit portfolio. The second is actual loan losses as a percentage of average total loans, which is a measure of financial performance.

TABLE 9 – GROSS AND NET IMPAIRED LOANS

As at March 31

($ in millions)	2002	2001	2000	1999	1998
Gross impaired loans	**$ 87.3**	$ 112.5	$ 122.6	$ 179.5	$ 414.3
Less allowance for credit losses:					
Specific allowance	**34.9**	36.2	43.7	64.4	101.9
General allowance	**138.8**	123.7	111.6	140.2	140.7
	173.7	159.9	155.3	204.6	242.6
Net impaired loans	**$ (86.4)**	$ (47.4)	$ (32.7)	$ (25.1)	$ 171.7
Net impaired loans as a percentage of total gross loans	**(0.82%)**	(0.49%)	(0.36%)	(0.30%)	2.23%
Gross loans	**$10,574.3**	$ 9,714.2	$ 9,088.9	$ 8,241.4	$ 7,703.0

TABLE 10 – NET IMPAIRED LOANS BY MARKET SEGMENT

As at March 31	Gross impaired loans			Allowance for credit losses			Net impaired loans		
($ in millions)	**2002**	2001	2000	**2002**	2001	2000	**2002**	2001	2000
Individual	**$ 37.0**	$ 31.8	$ 19.1	**$ 8.0**	$ 5.9	$ 4.0	**$ 29.0**	$ 25.9	$ 15.1
Agricultural	**10.1**	21.2	43.5	**2.1**	3.8	5.8	**8.0**	17.4	37.7
Independent business and commercial	**40.2**	59.5	60.0	**24.8**	26.5	33.9	**15.4**	33.0	26.1
General allowance	**–**	–	–	**138.8**	123.7	111.6	**(138.8)**	(123.7)	(111.6)
Total	**$ 87.3**	$ 112.5	$ 122.6	**$ 173.7**	$ 159.9	$ 155.3	**$ (86.4)**	$ (47.4)	$ (32.7)

PROVISION FOR CREDIT LOSSES

ATB Financial recorded loan losses of $21.1 million for fiscal year 2002, up slightly from $21.0 million last year. Average total loans increased to $10.0 billion for 2002 compared with $9.4 billion for 2001. The ratio of the annual charge for credit losses to average total loans, 0.21 percent, compared favourably to the target ratio of 0.31 percent and last year's ratio of 0.22 percent.

TABLE 11 – ANNUAL PROVISION FOR CREDIT LOSSES

For the years ended March 31

($ in thousands)	2002	2001	2000	1999	1998
Loans:					
Specific provision for credit losses	**$ 5,889**	$ 8,959	$ (13,300)	$ (40,671)	$ (98,807)
General provision for credit losses	**15,206**	12,010	(28,521)	(542)	94,634
Off-balance sheet items:					
Specific provision for guarantees	**–**	–	–	45,000	–
Annual provision for credit losses	**$ 21,095**	$ 20,969	$ (41,821)	$ 3,787	$ (4,173)
Annual provision for credit losses as a percentage of average loans	**0.21%**	0.22%	(0.49%)	0.05%	(0.06%)

OUTLOOK FOR 2003

The provision for credit losses is expected to remain below industry averages; however, ATB Financial is projecting an upward trend to approximately 33 basis points of average loans.

IMPAIRED LOANS

Gross impaired loans (before deducting the allowance for credit losses) were $87.3 million in fiscal 2002 compared with $112.5 million one year ago. The allowance for credit losses exceeded the gross amount of impaired loans by $86.4 million at March 31, 2002 compared with $47.4 million last year.

GENERAL ALLOWANCE

The general allowance recognizes that not all credit losses can be specifically identified on a loan-by-loan basis. The level of the general allowance fluctuates with changes in the nature and composition of ATB Financial's loan portfolio, shifts in the economic cycle and the effectiveness of the credit granting process. The overall adequacy of the general allowance is reviewed regularly by ATB Financial's management.

During 2001, ATB Financial refined its process for estimating appropriate levels of general allowances. For the 2001 and 2002 fiscal years, the allowance for credit losses consisted of an allocated allowance and an unallocated allowance.

ALLOCATED GENERAL ALLOWANCE

The allocated general allowance is management's best estimate of probable losses not yet specifically identified. This is calculated using a quantitative model, largely based on expected default rates and loss factors. It also includes an allowance for specific events that have occurred and which will result in credit losses; however, these losses cannot yet be identified on an individual loan basis. This allowance is comparable to the general allowance on higher risk loans and off-balance sheet items determined in fiscal years prior to fiscal 2001.

UNALLOCATED GENERAL ALLOWANCE

The unallocated general allowance is a qualitative estimate of the probable losses that have not been identified by either the specific or allocated general allowance. It includes consideration for changing economic and business conditions and their expected impact on the modeled allocated general loss calculation. This allowance is comparable to the general economic allowance established in fiscal years prior to fiscal 2001.

TABLE 12 – GENERAL ALLOWANCES

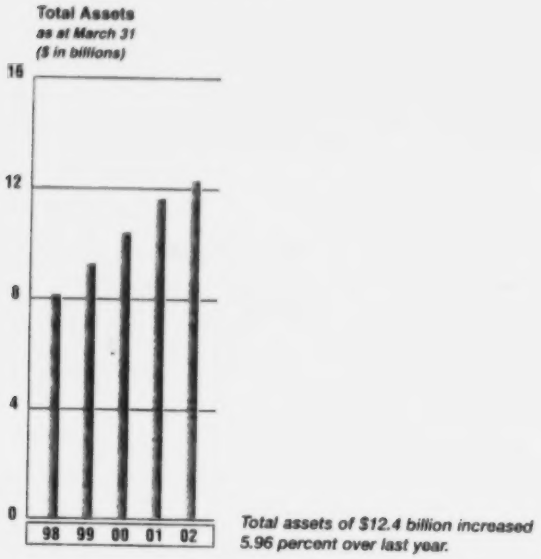
As at March 31

($ in thousands)	**2002**	2001	2000	1999	1998
General allocated allowance	**$ 59,479**	$ 54,820	$ 49,905	$ 78,426	$ 78,968
General unallocated allowance	**79,376**	68,829	61,734	61,734	61,734
Total	**$ 138,855**	$ 123,649	$ 111,639	$ 140,160	$ 140,702
Year over year change	**$ 15,206**	$ 12,010	$ (28,521)	$ (542)	$ 94,634
Percentage of total gross loans	**1.31%**	1.27%	1.23%	1.70%	1.83%

BALANCE SHEET

ATB Financial's total assets were $12.4 billion as at March 31, 2002, an increase of $694.6 million or 5.96 percent over last year. The 5.96 percent growth exceeded planned asset growth in the range of 4.50 to 5.50 percent. The favourable increase was primarily due to higher than expected liquidity at year-end.

Growth in the Balance Sheet



Total assets of $12.4 billion increased 5.96 percent over last year.

OUTLOOK FOR 2003

ATB Financial expects total asset growth to be approximately 5.60 percent in 2003.

In addition to increasing our access network and the line of products, ATB Financial will focus on opportunities in energy and commercial banking, wealth management and delivering financial solutions for personal and business banking.

RETURN ON ASSETS

ATB Financial realized a 1.29 percent return on average assets for the year ended March 31, 2002. This return slightly exceeded the planned return of 1.27 percent. The increase resulted from both non-interest expenses and the provision for credit losses being less than planned and other income exceeding the plan in 2002.

TABLE 13 – RETURN ON AVERAGE ASSETS

For the years ended March 31

($ in thousands)	**2002**	2001	2000	1999	1998
Net earnings	**$ 157,926**	$ 161,469	$ 179,585	$ 112,310	$ 87,960
Return on average assets	**1.29%**	1.46%	1.80%	1.24%	1.02%

OUTLOOK FOR 2003

ATB Financial expects the return on average assets to be approximately 0.95 percent in 2003.

The return on average assets is forecast to be lower in 2003 based on expectations of reduced net income and an increase in average assets for the year. Lower net income is expected due to relatively unchanged operating revenue, a higher provision for credit losses and increased non-interest expenses.

LOANS

Total loans, net of allowances for credit losses increased by $846.3 million from the previous year to $10.4 billion at March 31, 2002. This overall increase represented 8.86 percent growth over last year and came very close to planned growth of 9.23 percent.

ATB Financial's loan portfolio is comprised of three market segments: individual financial services, agricultural, and independent and commercial business. The individual financial services segment includes residential mortgages and personal lending and made up 57.44 percent of ATB Financial's total loan portfolio. For fiscal 2002 this segment grew 10.30 percent compared with planned growth of 8.69 percent. Growth in the agricultural, and independent business and commercial sectors was less than planned. Agricultural loans increased 3.97 percent compared with planned growth of 7.57 percent. Independent business and commercial loan growth was 8.35 percent compared with planned growth of 10.80 percent. Overall, ATB Financial's loan portfolio by market segment remained relatively unchanged from 2001 as shown below.

Loans by Market Segment
(excluding general loan loss allowances)
for the years ended March 31
(percent)

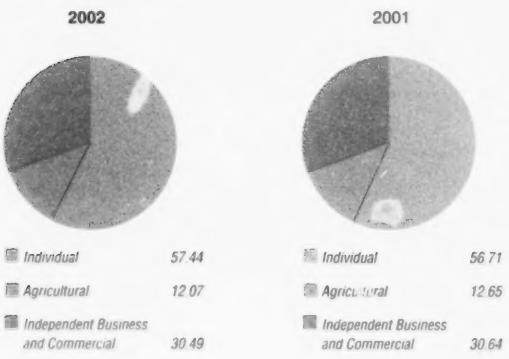


TABLE 14 – CHANGE IN LOANS BY MARKET SEGMENT

As at March 31 ($ in millions)	2002	2001	2000	1999	1998
Individual	**$ 6,053**	$ 5,488	$ 5,042	$ 4,469	$ 3,970
Year over year change	**10.30%**	8.85%	12.82%	12.57%	7.50%
Agricultural	**1,273**	1,224	1,121	1,063	1,038
Year over year change	**3.97%**	9.19%	5.46%	2.41%	4.32%
Independent business and commercial	**3,214**	2,965	2,883	2,645	2,593
Year over year change	**8.35%**	2.88%	9.00%	2.01%	(2.48%)
Total excluding general allowances	**10,540**	9,678	9,046	8,177	7,601
Year over year change	**8.90%**	6.99%	10.63%	7.58%	3.46%
General allowances	**(139)**	(123)	(112)	(140)	(141)
Total including general allowances	**$ 10,401**	$ 9,554	$ 8,934	$ 8,037	$ 7,460
Year over year change	**8.86%**	6.95%	11.16%	7.73%	2.18%

TABLE 15 – INTEREST INCOME ON LOANS BY LENDING MARKET SEGMENT

As at March 31	Interest income			Average assets			Average interest rate		
($ in millions)	2002	2001	Change	2002	2001	Change	2002	2001	Change
Individual	**$ 376**	$ 386	(2.56%)	**$ 5,724**	$ 5,289	8.23%	**6.56%**	7.29%	(9.97%)
Agricultural	**87**	95	(8.21%)	**1,241**	1,156	7.37%	**7.04%**	8.24%	(14.51%)
Independent business and commercial	**206**	245	(15.92%)	**3,063**	2,968	3.19%	**6.74%**	8.27%	(18.52%)

OUTLOOK FOR 2003

ATB Financial expects overall loan growth to be approximately 8.00 percent in 2003.

DEPOSITS

ATB Financial's deposit business includes a wide range of deposit and investment products as well as other financial services. During the year, total deposits increased by $506.3 million to $11.4 billion at March 31, 2002. This represented year over year growth of 4.64 percent, which exceeded planned deposit growth of 3.84 percent.

Consumer deposits increased by $670.8 million or 10.63 percent over 2001, while business and other deposits decreased by $164.4 million or 3.57 percent. The large increase in personal deposits is the result of two factors. First, ATB Financial's associates made significant progress improving the retention rate for existing deposit business as well as attracting new deposit business. Second, the volatility and related uncertainty of the equity markets throughout fiscal 2002 encouraged many customers to purchase deposit products rather than participate in those markets.

The year over year decline in ATB Financial's wholesale deposit business is directly related to the reduction of liquid assets during the second half of fiscal 2002. Due to higher than planned growth of consumer deposits as well as equity growth during fiscal 2002, ATB Financial management made the decision to retire some higher-interest wholesale deposits during the second half of the fiscal year. Liquid assets (consisting of cash resources and securities) are 13.47 percent of total assets at March 31, 2002, well above the regulatory requirement of 6.00 percent.

The mix of ATB Financial's deposits by demand, notice and fixed term categories at March 31, 2002 is very similar to last year as shown below.

Deposits by Category
for the years ended March 31
(percent)

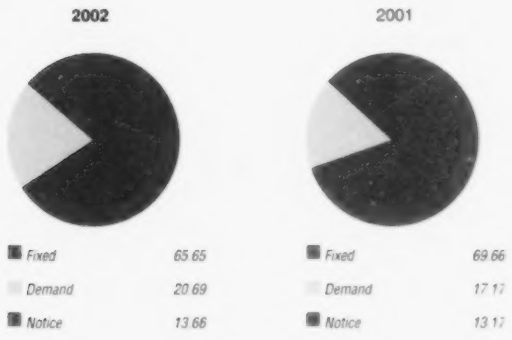


TABLE 16 – DEPOSITS BY CATEGORY

As at March 31 *($ in millions)*	**2002**	2001	2000	1999	1998
Demand	**$ 2,364**	$ 1,875	$ 1,657	$ 1,568	$ 1,556
Notice	**1,561**	1,438	1,353	1,381	1,486
Fixed term	**7,500**	7,606	6,915	6,073	5,684
Total	**$ 11,425**	$ 10,919	$ 9,925	$ 9,022	$ 8,726
Year over year change	**4.64%**	10.02%	10.00%	3.39%	3.78%
Retail, business and other	**$ 10,658**	$ 9,702	$ 8,561	$ 8,007	$ 7,758
Year over year change	**9.85%**	13.33%	6.92%	3.20%	(1.50%)
Wholesale	**767**	1,217	1,364	1,015	968
Year over year change	**(36.98%)**	(10.78%)	34.38%	4.86%	81.60%
	$ 11,425	$ 10,919	$ 9,925	$ 9,022	$ 8,726

OUTLOOK FOR 2003

Retail, business and other deposits are expected to grow approximately 6.00 percent in 2003.

OVERVIEW

ATB Financial strategically manages risk with the objective of creating and protecting value. ATB Financial is exposed, but not limited to, four major types of risk – credit, market, liquidity and operational risk. These and other risks described in this section are managed directly by risk management professionals within the respective business units of ATB Financial.

ATB Financial's management and committees of the Board of Directors are structured to oversee ATB Financial's risk management processes. Risk management policies, strategies and limits are approved and monitored by various Board committees, while Internal Audit provides independent reporting to the Audit Committee of the Board.

AUDIT COMMITTEE OF THE BOARD

The Audit Committee reviews budgets and monitors progress against plans, reviews financial results and other key measures of performance. This committee also reviews the control environment, approves the internal audit plan and reviews internal audit results.

CREDIT POLICY AND RISK MANAGEMENT COMMITTEE OF THE BOARD

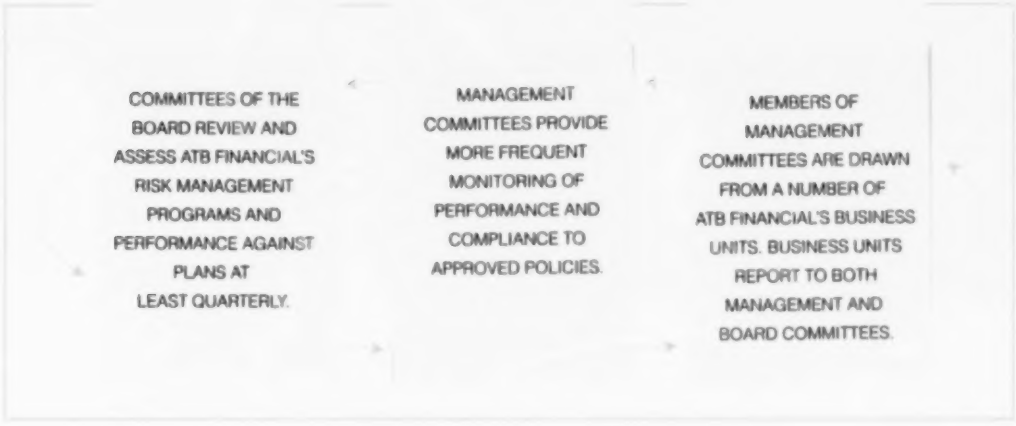
This committee reviews and approves credit and other risk management policies, monitors compliance to approved policies, and reviews and approves high value credit proposals. This committee also reviews trends in ATB Financial's risk profile.

ASSET LIABILITY MANAGEMENT COMMITTEE

This committee is responsible for overseeing market and liquidity risk management activities including assessment of management's strategies and assumptions used. This committee approves minimum or maximum rates of interest for all deposit and loan programs, and approves the terms and conditions for all loan and deposit programs as they relate to asset/liability management.

CREDIT MANAGEMENT COMMITTEE

The Credit Management Committee recommends policies and establishes credit procedures and practices, reviews new credit programs, and reviews and approves high value loans within specified limits.


COMMITTEES OF THE BOARD REVIEW AND ASSESS ATB FINANCIAL'S RISK MANAGEMENT PROGRAMS AND PERFORMANCE AGAINST PLANS AT LEAST QUARTERLY.
MANAGEMENT COMMITTEES PROVIDE MORE FREQUENT MONITORING OF PERFORMANCE AND COMPLIANCE TO APPROVED POLICIES.
MEMBERS OF MANAGEMENT COMMITTEES ARE DRAWN FROM A NUMBER OF ATB FINANCIAL'S BUSINESS UNITS. BUSINESS UNITS REPORT TO BOTH MANAGEMENT AND BOARD COMMITTEES.

CREDIT RISK MANAGEMENT

Credit risk is the risk of loss due to borrowers failing to meet their financial obligations. Credit risk arises from loans as well as loan commitments, letters of credit, letters of guarantee and loan guarantees.

ATB Financial's primary objective is to ensure that actual annual loan losses are contained within a range of 0.25 percent and 0.45 percent of total net average loans.

Key principles underlying credit risk management include policies that clearly define the level of risk the organization is willing to accept, the expected return for the risk accepted, and a clear segregation of credit granting, adjudication and credit collection. ATB Financial manages credit risk at both the portfolio and transaction level.

Transaction level

Prior to approval, each credit proposal is evaluated to determine the borrower's character and ability to service the debt, industry risk and the adequacy of the security provided. All credit proposals are initiated by front-line lenders. Lending limits are established based on the experience of the lender and the nature of the loan. Loans exceeding lender's limits are subject to review and approval by a separate and independent group of credit managers.

Higher value loans are reviewed and approved by the Credit Management Committee and, depending on the value of the loan, are approved by the Credit Policy and Risk Management Committee of the Board.

Portfolio level

Maintaining a diversified portfolio is an essential element of effective credit risk management. ATB Financial believes that a diversified portfolio can be achieved, even though legislation restricts its operation to the Alberta marketplace. Portfolio limits have been established for maximum exposures by market segment, industry classification and geographic location. In addition, lending caps have been established to limit exposures in certain intrinsic lines of business to single borrowers or counter-parties, or specific product offerings.

TABLE 17 – DIVERSIFICATION OF NON-CONSUMER AUTHORIZED CREDITS BY INDUSTRY

	Percentage of authorized limits	
As at March 31 (percent)	**2002**	2001
Agricultural and related services	**24.38**	27.22
Real estate	**11.20**	12.29
Mining/Energy/Forestry	**17.38**	12.16
Accommodation, food and beverage	**6.10**	8.67
Retail trade	**5.58**	5.70
Construction	**7.36**	5.50
Manufacturing	**4.91**	4.87
Transportation, communication and utilities	**8.44**	6.02
Finance and insurance	**2.45**	3.34
Wholesale trade	**3.99**	3.26
Other services	**2.89**	3.34
Educational services/Health and social services	**1.54**	1.25
Other	**3.58**	6.38
Total	**100.00**	100.00

ATB Financial uses an internal risk-rating system on its business and agricultural loans to identify and measure the risks associated with credit proposals. This data is also used to quantify and manage the risk within various portfolios and lines of business.

ATB Financial continues to use the Equifax BEACON score to assist in managing its consumer-lending portfolio. A BEACON score uses credit bureau information to predict the probability of loan repayment. To augment the BEACON system, an automated consumer loan origination program was introduced last year which has customized scorecards and automated loan policies. This new system significantly improves the management of consumer credit risk at the portfolio level, and provides state-of-the-art lending tools to improve and expedite the credit review process. Similar tools and process improvements are currently being considered for use in other parts of the loan portfolio.

The key measure used to assess credit quality is credit losses as a percentage of average loans. For the year ended March 31, 2002, ATB Financial had a provision for credit loss of $21.1 million resulting in a 0.21 percent credit losses to average loans ratio as discussed further on page 33.

MARKET RISK MANAGEMENT

Market risk is the risk of loss due to changes in interest rates, foreign exchange rates, equity and commodity prices. ATB Financial manages market risk within a framework of policies, procedures, measurement and monitoring practices. Policies and standards are approved by the Credit Policy and Risk Management Committee of the Board.

Market risk management includes the use of effective controls to monitor and manage various risk exposure levels on a daily, weekly, and monthly basis. ATB Financial does not undertake trading activities, and is not exposed to market-making activities or arbitrage and proprietary trading. ATB Financial does, however, use derivatives, but only to mitigate market risk and to ensure that specific exposure limits do not exceed parameters approved by the Credit Policy and Risk Management Committee of the Board.

(a) Interest Rate Risk Management

Interest rate risk is the potential negative impact on ATB Financial's net interest income, due to changes in interest rates. The main risk occurs when there are mismatches or gaps in the different re-pricing characteristics of liabilities (deposits) and assets (loans and investments). Analyzing the various sensitivity gaps to determine exposure levels is one of the methods used to mitigate interest rate risk. The net sensitivity gap for maturities of one year and under was an asset-sensitive position of 14.73 percent as of March 31, 2002.

When considering interest rate risk, management reviews current economic forecasts, interest rate predictions, the shape of the yield curve and the interest rate spreads between assets and liabilities. ATB Financial continues to firstly use specific deposit and loan campaigns to correct undesirable mismatches and, secondly, use derivative products. Interest rate positions are managed within limits approved by the Credit Policy and Risk Management Committee of the Board. This committee is provided with quarterly reports on gap exposure levels, derivative trading activity and ATB Financial's short-term interest rate sensitivity levels.

In response to a falling interest rate environment, the notional amount of outstanding interest rate swap agreements as at March 31, 2002 increased by $585 million compared with fiscal 2001. Management put into place a hedging strategy to mitigate ATB Financial's exposure to lower interest rates and these short-term interest rate swaps now aggregate $1.7 billion as of March 31, 2002.

Another form of risk measurement is the forecast of net income, which is prepared based on a number of interest rate scenarios. This assists management in determining appropriate interest rate management strategies.

Based on ATB Financial's current interest rate sensitivity position as at March 31, 2002, an immediate and sustained 100 basis point decrease in interest rates would lower net interest income by $10.2 million over the next 12 months.

TABLE 18 – INTEREST RATE SENSITIVITY

For the years ended March 31

($ in thousands)

	2002	2001
Impact on earnings in succeeding year from:		
100 basis point increase in interest rates	**$ 9,440**	$ 7,181
100 basis point decrease in interest rates	**(10,194)**	(7,262)
200 basis point increase in interest rates	**17,772**	13,286
200 basis point decrease in interest rates	**$ (26,585)**	$ (14,538)

(b) Foreign Exchange Risk Management

Foreign exchange risk is the potential of a loss resulting from fluctuations in foreign exchange rates. Spot foreign exchange risk arises from the amount of assets in a foreign currency exceeding or being less than the amount of liabilities in that currency. Forward foreign exchange risk arises from the difference in maturity profiles of forward purchases and sales of a given currency. ATB Financial's foreign exchange risk is primarily related to assets and liabilities denominated in US dollars.

To mitigate spot foreign exchange risk, ATB Financial monitors, on a daily basis, the net position of assets and liabilities in US dollars, and makes corrections when this position exceeds US $1.0 million. Large foreign exchange transactions are monitored as they arise and are offset, as necessary, throughout the course of the day.

ATB Financial mitigates its forward foreign exchange risk by fully hedging all of its forward foreign exchange contracts with offsetting transactions having corresponding maturity profiles.

(c) Liquidity Risk Management

Liquidity risk is the potential of not having sufficient funds available to satisfy immediate cash requirements. ATB Financial's liquidity management objective is to have, at all times, sufficient funds to meet customers' needs, such as cash withdrawals or loan advances, and to satisfy other financial obligations. In managing its liquidity, ATB Financial takes into account both its liquid assets and its ability to raise additional funds to meet liquidity requirements.

The primary measure of ATB Financial's liquidity is the ratio of liquid assets (such as cash, securities, and deposits with other banks) to total assets. Surplus funds are employed in highly liquid, high-quality instruments including government securities and highly rated commercial paper in ATB Financial's investment portfolios. To support ATB Financial's participation in Canadian clearing and payment systems, a portion of its liquid assets is pledged as collateral. ATB Financial's liquidity ratio is governed by a minimum limit established by the Alberta Treasury Branches Regulation and is monitored continually by management, weekly by the Asset Liability Committee, and quarterly by the Credit Policy and Risk Management Committee of the Board.

The primary source of liquidity is ATB Financial's retail deposit base. ATB Financial relies mainly on deposits by individuals as they provide a stable source of funding over the long term. In addition, ATB Financial participates in Canadian financial markets by issuing short-term and mid-term notes.

ATB Financial also has access to other sources of liquidity, which may be utilized on short notice if additional funds are required. These sources include Receiver General term deposit auctions and a short-term credit facility with another financial institution.

TABLE 19 – LIQUIDITY

As at March 31 *($ in thousands)*	**2002**	2001	2000	1999	1998
Cash and deposits with banks	**$ 952,749**	$ 964,056	$ 646,961	$ 588,796	$ 595,516
Securities	**711,747**	861,193	630,224	468,479	611,402
	$ 1,664,496	$ 1,825,249	$ 1,277,185	$ 1,057,275	$ 1,207,918
Liquid assets as a percentage of total assets	**13.47%**	15.66%	12.23%	11.39%	13.69%

Included in securities is $41.6 million which has been pledged as collateral.

OPERATIONAL RISK MANAGEMENT

Operational risk is the risk of loss resulting from inadequate internal processes, technological failures, human behaviour and external events. This type of risk applies to the business activities carried out by ATB Financial associates as well as contracted human resources. Operational risk can never be eliminated completely. ATB Financial is committed to managing and controlling this type of risk to the fullest extent practical.

ATB Financial management employs a continuous improvement approach to managing and controlling operational risk. Operational risks are identified, quantified where possible and evaluated on an on-going basis. Corrective action is determined through a centralized team of risk management professionals and implemented on a prioritized basis.

ATB Financial reported last year that a Controls Project Committee, chaired by the Chief Financial Officer, was established to evaluate the entire organization's system of financial internal control, implementing improvements on a priority basis. For primary control issues identified, improvements have been put in place, resulting in increased and more timely reconciliations as well as more detailed and documented policies and control procedures.

During this past year the following operational risk management control objectives were initiated or completed:

- A Standardization and Controls initiative reviewed and identified reporting requirements for a centralized environment, updated policies and procedures and introduced a greater standardization in branch processes.
- The Branch Operating Platform project documented branch processes from a risk and controls perspective. Processes were mapped and areas for improvement identified. A branch operating guide to be housed on the Intranet is under development for release in mid-year 2002.
- Business Continuity and Disaster Recovery planning continued with a Disaster Recovery test undertaken in December 2001. An expanded test is planned for early fiscal 2003.

ATB Financial did not incur any significant losses due to an operational failure in 2002. During the year, an initiative was started to manage risks using an integrated risk management framework approach. This framework, once fully implemented, will allow management to better understand, measure and manage the various risks taken throughout the organization.

SUPPLEMENTARY INFORMATION

QUARTERLY HIGHLIGHTS

	2003				2001			
$ in thousands	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
STATEMENT OF INCOME								
Net interest income	**$ 85,484**	**$ 92,610**	**$ 94,882**	**$ 92,607**	$ 92,005	$ 92,447	$ 90,302	$ 87,215
Provision for credit losses	**6,617**	**2,164**	**6,157**	**6,157**	2,732	6,079	6,079	6,079
Other income	**26,994**	**27,025**	**23,854**	**23,336**	23,499	22,171	20,929	22,476
Non-interest expenses	**79,638**	**70,789**	**68,514**	**68,630**	74,642	67,124	61,833	65,007
Net income	**$ 26,223**	**$ 46,682**	**$ 44,065**	**$ 40,956**	$ 38,130	$ 41,415	$ 43,319	$ 38,605
BALANCE SHEET								
Assets								
Cash resources	**$ 968,376**	**$ 1,026,882**	**$ 1,101,395**	**$ 1,125,132**	$ 964,056	$ 826,362	$ 796,354	$ 766,648
Securities	**711,747**	**804,817**	**1,027,161**	**1,024,215**	861,193	792,941	759,539	752,187
Loans, net of allowance for credit losses:								
Residential mortgage	**4,423,668**	**4,333,565**	**4,184,270**	**4,053,364**	3,977,883	3,935,571	3,862,414	3,743,203
Personal	**1,629,781**	**1,577,534**	**1,562,999**	**1,522,349**	1,510,325	1,486,373	1,477,605	1,440,391
Business and other loans	**4,485,969**	**4,491,712**	**4,355,972**	**4,223,846**	4,189,693	4,309,765	4,173,801	4,093,280
General allowance for credit losses	**(138,855)**	**(138,251)**	**(134,030)**	**(128,292)**	(123,649)	(124,483)	(120,018)	(118,016)
Other assets	**273,124**	**265,667**	**303,817**	**287,300**	279,685	246,120	235,521	227,062
	$12,353,810	**$12,361,926**	**$12,401,584**	**$12,107,914**	$11,659,186	$11,472,649	$11,185,216	$10,904,755
Liabilities and equity								
Deposits	**$11,425,210**	**$11,448,261**	**$11,528,441**	**$11,306,541**	$10,918,863	$10,785,561	$10,560,079	$10,349,845
Other liabilities	**306,385**	**317,673**	**323,833**	**296,128**	282,118	268,866	249,269	223,010
Cheques and other items in transit, net	**–**	**–**	**–**	**–**	6,654	4,801	3,862	3,213
Subordinated debentures	**30,182**	**30,182**	**30,182**	**30,182**	17,444	17,444	17,444	17,444
Equity	**592,033**	**565,810**	**519,128**	**475,063**	434,107	395,977	354,562	311,243
	$12,353,810	**$12,361,926**	**$12,401,584**	**$12,107,914**	$11,659,186	$11,472,649	$11,185,216	$10,904,755

CONSOLIDATED BALANCE SHEET

As at March 31

($ in thousands)	2002	2001	2000	1999	1998
ASSETS					
Cash resources					
Cash and non-interest bearing deposits with banks	**$ 104,434**	$ 146,550	$ 89,829	$ 88,138	$ 45,991
Interest bearing deposits with banks	**848,315**	817,506	557,132	500,658	550,525
Cheques and other items in transit, net	**15,627**	–	–	6,296	–
	968,376	964,056	646,961	595,092	596,516
Securities					
Issued or guaranteed by Canada	**31,959**	106,756	106,853	48,212	82,085
Other securities	**679,788**	754,437	523,371	420,267	529,317
	711,747	861,193	630,224	468,479	611,402
Loans, net of allowance for credit losses					
Residential mortgage	**4,423,668**	3,977,883	3,651,396	3,296,655	2,846,053
Personal	**1,629,781**	1,510,325	1,389,823	1,172,177	1,123,388
Business and other loans	**4,485,969**	4,189,693	4,003,995	3,708,103	3,631,685
General allowance for credit losses	**(138,855)**	(123,649)	(111,639)	(140,160)	(140,702)
	10,400,563	9,554,252	8,933,575	8,036,775	7,460,424
Other					
Capital assets	**74,661**	74,183	63,616	54,171	50,843
Other assets	**198,463**	205,502	166,451	127,182	98,385
	273,124	279,685	230,067	181,353	149,228
Total assets	**$12,353,810**	$11,659,186	$10,440,827	$ 9,281,699	$ 8,817,570
LIABILITIES AND EQUITY					
Deposits					
Payable on demand	**$ 2,363,524**	$ 1,875,454	$ 1,656,730	$ 1,568,233	$ 1,555,967
Payable after notice	**1,561,329**	1,437,830	1,353,069	1,381,550	1,485,565
Payable on a fixed date	**7,500,357**	7,605,579	6,914,827	6,072,527	5,684,533
	11,425,210	10,918,863	9,924,626	9,022,310	8,726,065
Other liabilities					
Other liabilities	**306,385**	282,118	227,329	215,241	140,764
Cheques and other items in transit, net	**–**	6,654	8,715	–	17,285
	306,385	288,772	236,044	215,241	158,049
Subordinated debentures	**30,182**	17,444	7,519	–	–
Equity (deficit)	**592,033**	434,107	272,638	44,148	(66,544)
Total liabilities and equity	**$12,353,810**	$11,659,186	$10,440,827	$ 9,281,699	$ 8,817,570

CONSOLIDATED STATEMENT OF INCOME

For the years ended March 31 ($ in thousands)	2002	2001	2000	1999	1998
Interest income					
Loans	**$ 669,422**	$ 726,242	$ 644,255	$ 567,513	$ 506,762
Securities	**34,697**	43,355	28,085	31,375	19,206
Deposits with banks	**35,326**	40,229	31,401	31,696	19,828
	739,445	809,826	703,741	630,584	545,796
Interest expense					
Deposits	**372,243**	446,959	371,561	343,652	294,643
Subordinated debentures	**1,619**	898	309	–	–
	373,862	447,857	371,870	343,652	294,643
Net interest income	**365,583**	361,969	331,871	286,932	251,153
Provision for (recovery of) credit losses	**21,095**	20,969	(41,821)	3,787	(4,173)
Net interest income after provision for (recovery of) credit losses	**344,488**	341,000	373,692	283,145	255,326
Other income					
Service charges	**45,751**	44,229	41,551	38,472	33,893
Credit fees	**25,581**	17,238	17,677	16,355	14,730
Commission and other	**12,045**	11,937	24,491	8,386	6,644
Card fees	**12,679**	10,182	7,182	5,980	5,522
Foreign exchange	**5,153**	5,489	3,659	4,927	4,657
	101,209	89,075	94 560	74,120	65,446
Net interest and other income	**445,697**	430,075	468,252	357,265	320,772
Non-interest expenses					
Salaries and employee benefits	**146,789**	134,856	111,676	119,950	120,345
Premises and equipment, including amortization	**42,905**	42,314	38,676	40,757	47,595
Communications and electronic processing	**52,559**	49,695	51,157	44,947	32,021
Restructuring costs	**–**	–	–	5,003	9,531
Other	**45,518**	41,741	38,253	35,916	25,846
	287,771	268,606	239,762	246,573	235,338
Net income	**$ 157,926**	$ 161,469	$ 228,490	$ 110,692	$ 85,434

CONSOLIDATED STATEMENT OF EQUITY

For the years ended March 31 ($ in thousands)	2002	2001	2000	1999	1998
Equity (deficit) at beginning of year	**$ 434,107**	$ 272,638	$ 44,148	$ (66,544)	$ (151,978)
Net income for year	**157,926**	161,469	228,490	110,692	85,434
Equity (deficit) at end of year	**$ 592,033**	$ 434,107	$ 272,638	$ 44,148	$ (66,544)

GLOSSARY

Asset growth	Total assets outstanding at year end less the value of total assets outstanding at the previous year end divided by total assets outstanding at the previous year end.
Average assets	An average of the daily asset balance during the year.
Basis point	One one-hundredth of one percent.
Carrying value	The value of an asset as contained within the financial statements.
Credit losses to average loans	The provision for credit losses for the year divided by average total loans outstanding for the year.
Currency swap	An agreement between two parties to exchange one currency for the other, at a set date.
Deposit growth	Total deposits outstanding at year end less total deposits outstanding at the previous year end divided by total deposits outstanding at the previous year end.
Derivative product	A financial instrument whose value depends on an underlying financial instrument. These include foreign exchange contracts, forward rate agreements, index-linked contracts, options, and swaps.
Expenses to operating revenue	Non-interest expenses for the year divided by operating revenue (net interest income plus other income) for the year.
Fair value	The current market value of a financial instrument at which it is trading in an open market. This value is not necessarily realizable in an immediate settlement of the instrument.
Foreign exchange contracts	A contractual obligation to buy or sell foreign currency at a fixed rate at a set date.
Forward rate agreement	A contractual agreement to buy or sell a fixed amount of securities at previously agreed upon exchange rate by a particular date.
General allowance for credit losses	An estimated amount provided by management to recognize probable losses that exist within the credit portfolio but have not yet been specifically identified.
Guarantee or Letter of credit	A contractual agreement by a financial institution to provide assurance that if a client defaults on payment to a third party, the financial institution will make that payment under specified conditions.
Impaired loan	A loan is considered to be impaired when there is no longer reasonable assurance of the timely collection of the full amount of the principal or interest.
Index-linked contract	A derivative instrument that eliminates uncertainty of market fluctuations by exchanging market-linked return with a set of fixed payments.
Interest rate swap	An agreement between two parties to exchange a floating-rate payment for a fixed-rate payment or vice versa, for a set period of time.

Loan growth	Total loans outstanding at year end less total loans outstanding at the previous year end divided by total loans outstanding at the previous year end.
Net impaired loans to total gross loans	Impaired loans less any allowance for credit losses compared to total loans outstanding at the year end.
Net interest margin	Net interest income for the year divided by the value of average total assets for the year.
Net interest spread	Net interest income for the year divided by the average total earning assets for the year.
Notional amount	A derivative contract amount that is the basis for determining payments under the contract. The amount is notional as the amount is not exchanged.
Off-balance sheet instrument	Financial instrument that does not meet the definition of a balance sheet asset, but is justified as having value to the corporation, for example a contractual agreement that has not been performed or a commitment to provide credit.
Operating expense growth	The current year's non-interest expenses less the previous year's non-interest expenses divided by the previous year's non-interest expenses.
Operating revenue growth	The current year's operating revenue (net interest income plus other income) less the previous year's operating revenue divided by the previous year's operating revenue.
Option	A right to buy or sell a financial instrument, currency, or commodity by a set date and at a set price. The buyer of the option has the right but not the obligation under this contract.
Other income to operating revenue	Other income for the year divided by operating revenue (net interest income plus other income) for the year.
Provision for credit losses	The amount that is charged to the income statement to reflect adjustments or changes in the specific or general allowance, and recoveries of previous years' write-offs.
Return on average assets	Net income for the year divided by average total assets for the year.
Specific allowance for credit losses	An estimated amount provided by management to recognize the probable loss against loans that are known to be impaired.

ATB Financial

CONSOLIDATED FINANCIAL STATEMENTS

ATB FINANCIAL IS A TRADENAME/TRADEMARK OF ALBERTA TREASURY BRANCHES.

ATB Financial

CONSOLIDATED FINANCIAL STATEMENTS

ATB FINANCIAL IS A TRADENAME/TRADEMARK OF ALBERTA TREASURY BRANCHES.

STATEMENT OF RESPONSIBILITY FOR FINANCIAL REPORTING

The consolidated financial statements of Alberta Treasury Branches (ATB) and all other information contained in the annual report, including management's discussion and analysis of ATB Financial's results, were prepared and presented by ATB Financial management, which is responsible for their accuracy, objectivity and completeness. This responsibility includes presenting the statements in accordance with Canadian generally accepted accounting principles. The preparation of the statements necessarily involves the use of estimates and approximations which are made using careful judgement.

Management is responsible for maintaining a system of internal controls designed to provide reasonable assurance as to the reliability of financial information and to ensure ATB Financial's assets are safeguarded and liabilities are recognized. Internal controls are reviewed and evaluated by the Vice President, Internal Audit of ATB Financial.

The Board of Directors has the ultimate responsibility for these consolidated financial statements. The Board oversees management's responsibilities for financial reporting through an Audit Committee, which is composed entirely of directors who are not officers or employees of ATB Financial. The Committee reviews the consolidated financial statements and recommends them to the Board for approval.

To carry out its duties, the Audit Committee reviews the quarterly and annual consolidated financial statements, as well as issues related to them. The Audit Committee also assesses the effectiveness of internal controls over the accounting and financial reporting systems. The Audit Committee's review of financial reports includes an assessment of key management estimates and judgements material to the financial results. ATB Financial's Vice President, Internal Audit and the Auditor General of Alberta have full and unrestricted access to the Audit Committee to discuss their audit findings as to the integrity of ATB Financial's financial reporting and adequacy of internal controls.

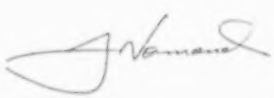
The Auditor General of Alberta has examined these consolidated financial statements and his report follows.

Ron Triffo

Chairman of the Board

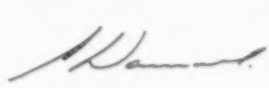
Edmonton, Alberta

May 10, 2002



Bob Normand

President and Chief Executive Officer



Craig Warnock

Chief Financial Officer

AUDITOR'S REPORT

AUDITOR GENERAL
Alberta

TO THE MINISTER OF FINANCE

I have audited the consolidated balance sheet of Alberta Treasury Branches as at March 31, 2002 and the consolidated statements of income, changes in equity and cash flows for the year then ended. These consolidated financial statements are the responsibility of Alberta Treasury Branches' management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these consolidated financial statements present fairly, in all material respects, the financial position of Alberta Treasury Branches as at March 31, 2002 and the results of its operations and cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

James Ho CA
Acting Auditor General

Edmonton, Alberta
May 10, 2002

CONSOLIDATED BALANCE SHEET

As at March 31

($ in thousands)	2002	2001	2000
ASSETS			
Cash resources (Note 2)			
Cash and non-interest bearing deposits with banks	**$ 104,434**	$ 146,550	$ 89,829
Interest bearing deposits with banks	**848,315**	817,506	557,132
Cheques and other items in transit, net	**15,627**	–	–
	968,376	964,056	646,961
Securities (Note 3)	**711,747**	861,193	630,224
Loans, net of allowance for credit losses (Notes 4 and 5)			
Residential mortgage	**4,423,668**	3,977,883	3,651,396
Personal	**1,629,781**	1,510,325	1,389,823
Business and other	**4,485,969**	4,189,693	4,003,995
General allowance for credit losses	**(138,855)**	(123,649)	(111,639)
	10,400,563	9,554,252	8,933,575
Other			
Capital assets (Note 6)	**74,661**	74,183	63,616
Other assets (Notes 7, 11 and 13)	**198,463**	205,502	166,451
	273,124	279,685	230,067
	$ 12,353,810	$ 11,659,186	$ 10,440,827
LIABILITIES AND EQUITY			
Deposits (Note 8)			
Personal	**$ 6,978,556**	$ 6,307,770	$ 5,657,036
Business and other	**4,446,654**	4,611,093	4,267,590
	11,425,210	10,918,863	9,924,626
Other			
Other liabilities (Notes 5, 9 and 11)	**306,385**	282,118	227,329
Cheques and other items in transit, net (Note 2)	**–**	6,654	8,715
	306,385	288,772	236,044
Subordinated debentures (Note 10)	**30,182**	17,444	7,519
Equity	**592,033**	434,107	272,638
Commitments and contingent liabilities (Notes 5 and 14)			
	$ 12,353,810	$ 11,659,186	$ 10,440,827

The accompanying notes are an integral part of the consolidated financial statements.

R. Triffo
Chairman of the Board

B. Hesje
Chairman of the Audit Committee

CONSOLIDATED STATEMENT OF INCOME

For the years ended March 31

($ in thousands)	2002	2001	2000
Interest income			
Loans	**$ 669,422**	$ 726,242	$ 644,255
Securities	**34,697**	43,355	28,085
Deposits with banks	**35,326**	40,229	31,401
	739,445	809,826	703,741
Interest expense			
Deposits	**372,243**	446,959	371,561
Subordinated debentures	**1,619**	898	309
	373,862	447,857	371,870
Net interest income	**365,583**	361,969	331,871
Provision for (recovery of) credit losses (Note 5)	**21,095**	20,969	(41,821)
Net interest income after provision for (recovery of) credit losses	**344,488**	341,000	373,692
Other income			
Service charges	**45,751**	44,229	41,551
Credit fees	**25,581**	17,238	17,677
Commission and other	**12,045**	11,937	24,491
Card fees	**12,679**	10,182	7,182
Foreign exchange	**5,153**	5,489	3,659
	101,209	89,075	94,560
Net interest and other income	**445,697**	430,075	468,252
Non-interest expenses			
Salaries and employee benefits (Notes 11 and 12)	**146,789**	134,856	111,676
Premises and equipment, including amortization	**42,905**	42,314	38,676
Communications and electronic processing	**52,559**	49,695	51,157
Other	**45,518**	41,741	38,253
	287,771	268,606	239,762
Net income	**$ 157,926**	$ 161,469	$ 228,490

The accompanying notes are an integral part of the consolidated financial statements.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the years ended March 31

($ in thousands)	2002	2001	2000
Equity at beginning of year	$ 434,107	$ 272,638	$ 44,148
Net income	157,926	161,469	228,490
Equity at end of year	$ 592,033	$ 434,107	$ 272,638

CONSOLIDATED STATEMENT OF CASH FLOWS

For the years ended March 31

($ in thousands)	2002	2001	2000
Cash flows from operating activities			
Net income	$ 157,926	$ 161,469	$ 228,490
Adjustments to determine net cash flows:			
Provision for (recovery of) credit losses	21,095	20,969	(41,821)
Amortization	17,419	16,379	14,041
Net changes in accrued interest receivable and payable	4,867	14,233	(3,255)
Other items, net	26,439	1,505	(23,927)
	227,746	214,555	173,528
Cash flows from financing activities			
Net change in deposits	506,347	994,237	902,316
Issue of subordinated debentures	12,738	9,925	7,519
	519,085	1,004,162	909,835
Cash flows from investing activities			
Net change in interest bearing deposits with banks	(30,809)	(260,374)	(56,474)
Purchase of investment securities	(7,752,564)	(6,762,829)	(5,100,139)
Maturity of investment securities	7,902,010	6,531,860	4,938,394
Net change in loans	(867,406)	(641,646)	(854,978)
Net purchases of capital assets	(17,897)	(26,946)	(23,486)
	(766,666)	(1,159,935)	(1,096,683)
Net (decrease) increase in cash and cash equivalents	(19,835)	58,782	(13,320)
Cash and cash equivalents at beginning of year	139,896	81,114	94,434
Cash and cash equivalents at end of year	$ 120,061	$ 139,896	$ 81,114
Represented by:			
Cash and non-interest bearing deposits with banks	$ 104,434	$ 146,550	$ 89,829
Cheques and other items in transit, net	15,627	(6,654)	(8,715)
	$ 120,061	$ 139,896	$ 81,114
Supplementary cash flow information:			
Amount of interest paid during the year	$ 378,411	$ 401,759	$ 359,661

The accompanying notes are an integral part of the consolidated financial statements.

For the year ended March 31, 2002
($ in thousands)

Alberta Treasury Branches (ATB) is an Agent of the Crown in right of Alberta and operates under the authority of the Alberta Treasury Branches Act, Revised Statutes of Alberta, 2000, chapter A-37. Under the Act, ATB was established as a provincial Crown corporation governed by a Board of Directors appointed by the Lieutenant Governor in Council. ATB's primary business is providing financial services within Alberta.

1. SIGNIFICANT ACCOUNTING POLICIES

The Consolidated Financial Statements are prepared by management in accordance with Canadian generally accepted accounting principles. Comparative amounts have been reclassified where necessary to conform with the current year's presentation. The significant accounting policies followed in the preparation of these Consolidated Financial Statements are summarized below:

Basis of consolidation

The Consolidated Financial Statements include the assets, liabilities and results of operations and cash flows of ATB and its wholly owned subsidiary, ATB Investment Services Inc. All intercompany transactions and balances have been eliminated.

Translation of foreign currencies

Assets and liabilities arising from foreign currency transactions are translated into Canadian dollars at the exchange rate in effect at the balance sheet date. The income and expenses related to these transactions are translated using the average exchange rate for the year. Realized and unrealized gains and losses arising from these translations are included in other income in the Consolidated Statement of Income.

Use of estimates

In preparing the Consolidated Financial Statements, management must make estimates and assumptions concerning values of certain assets and liabilities, net income and related disclosures reported in these Consolidated Financial Statements. Actual results could differ from these estimates.

Specific accounting policies

Other significant accounting policies are disclosed in the following notes with the related financial disclosure.

2. CASH RESOURCES

Cash resources consist of cash, operating and investment deposits with banks and items in transit. Deposits with banks are recorded at cost and interest income on interest bearing deposits is recorded on an accrual basis. Cheques and other items in transit represent the net position of uncleared settlements with other financial institutions and are recorded at cost.

If the total amount of uncleared settlements due to other financial institutions exceeds the total amount of uncleared settlements owed to ATB, the net amount is reported under other liabilities in the Consolidated Balance Sheet.

3. SECURITIES

Securities are reported at cost or amortized cost, adjusted to recognize other than temporary losses in the underlying value. All securities held are investment account securities purchased with the intention to hold them to maturity, or until market conditions render alternative investments more attractive. Gains and losses on disposal of securities are included in income in the year of disposal. The cost or amortized cost of securities approximates the market value of securities.

All securities held mature within one year and the balances are as follows:

	2002	2001	2000
Issued or guaranteed by Canada	**$ 31,959**	$ 106,756	$ 106,853
Corporate debt	**679,788**	754,437	523,371
	$ 711,747	$ 861,193	$ 630,224

Securities pledged at March 31, 2002 totaled $41,625 (2001: $91,600; 2000: $61,600) (Note 14).

4. LOANS

Loans are stated net of any unearned interest and of an allowance for credit losses. Interest income is recorded on an accrual basis, except for impaired loans. Impaired loans, except for credit cards, are classified as impaired when there is no longer reasonable assurance as to the timely collection of the full amount of principal or interest, or principal or interest payments are 90 days past due.

Consumer credit card loans are classified as impaired and written off when principal or interest payments become 180 days past due. Business and agricultural credit card loans that become 90 days past due are removed from the credit card portfolio and transferred into the applicable impaired loan category.

When a loan is classified as impaired the carrying amount of the loan is reduced to its estimated realizable amount. Interest income on the loan ceases to be accrued. No portion of cash received on an impaired loan is recorded as interest income until such time as any prior write-offs or specific allowance have been reversed. Impaired loans are returned to performing status when there is reasonable assurance of the timely collection of all principal and interest, all arrears have been collected, and allowances for loan losses have been reversed.

Loan and commitment fees are deferred and recognized as other income over the term of the loan or over the commitment period, as appropriate. The unrecognized portion of loan and commitment fees is included in other liabilities in the Consolidated Balance Sheet.

Loans, net of the specific allowance for credit losses consist of the following:

	2002	2001	2000
Residential mortgage	**$ 4,423,668**	$ 3,977,883	$ 3,651,396
Personal	**1,629,781**	1,510,325	1,389,823
Agricultural	**1,272,446**	1,223,830	1,121,082
Independent business, commercial and other	**3,213,523**	2,965,863	2,882,913
General allowance	**(138,855)**	(123,649)	(111,639)
	$10,400,563	$ 9,554,252	$ 8,933,575

Total net loans include loans of $5,781 (2001: $10,343; 2000: $8,009) denominated in US funds.

Impaired loans (included in the preceding schedule):

			2002	2001	2000
	Recorded investment	Allowance	Net carrying value	Net carrying value	Net carrying value
Residential mortgage	**$ 29,648**	**$ 4,859**	**$ 24,789**	$ 21,011	$ 11,348
Personal	**7,336**	**3,096**	**4,240**	4,876	3,794
Agricultural	**10,131**	**2,092**	**8,039**	17,451	37,733
Independent business, commercial and other	**40,228**	**24,828**	**15,400**	32,883	26,075
	87,343	**34,875**	**52,468**	76,221	78,950
General allowance	**–**	**138,855**	**(138,855)**	(123,649)	(111,639)
	$ 87,343	**$ 173,730**	**$ (86,387)**	$ (47,428)	$ (32,689)

The total recorded investment at March 31, 2002 in assets acquired in satisfaction of problem loans was $197, with an allowance for losses of $98 and a net carrying value of $99 (2001: $171; 2000: $130). These amounts are included in the preceding schedules.

5. ALLOWANCE FOR CREDIT LOSSES

The allowance for credit losses is maintained at a level considered adequate to absorb credit-related losses for all on- and off-balance sheet items. Off-balance sheet items include loan guarantees, letters of credit, and derivative financial instruments. The allowance for credit losses is deducted from the related asset category, and any amounts provided to cover potential losses from off-balance sheet items are included in other liabilities. The provision for credit losses that is recorded in the Consolidated Statement of Income represents the net credit loss experience for the year. It is the amount that is required to establish the adequate allowance for credit losses. The allowance consists of specific and general allowances.

The specific allowances on non-consumer impaired loans are established on a loan-by-loan basis to reduce the carrying value of the impaired loans to the amount expected to be recovered. Various methods are used to determine the net realizable values including the discounted value of estimated future cash flows, the fair value of any underlying security discounted to the amount recoverable in the event of realization, or the observable market value for the loan. The specific allowance on consumer loans is calculated using a formula based on recent loss experience. Any change in the amount expected to be recovered on an impaired loan is charged or credited to the provision for credit losses in the Consolidated Statement of Income.

The general allowance recognizes that not all credit losses can be specifically identified on a loan-by-loan basis. The general allowance is determined using a statistical estimate of probable losses inherent in the portfolio based on historical and expected loss experience, loan portfolio composition, and other relevant indicators. It is also based on management's judgement concerning the strength of the economy.

Changes in the allowance for credit losses are as follows:

	Specific			General			Total		
	2002	2001	2000	**2002**	2001	2000	**2002**	2001	2000
Balance at beginning of year	**$ 93,240**	$ 100,894	$ 109,429	**$ 123,649**	$ 111,639	$ 140,160	**$ 216,889**	$ 212,533	$ 249,589
Write-offs	**(19,635)**	(27,553)	(19,645)	**–**	–	–	**(19,635)**	(27,553)	(19,645)
Recoveries	**10,094**	10,940	24,410	**–**	–	–	**10,094**	10,940	24,410
Provision for (recovery of) credit losses	**5,889**	8,959	(13,300)	**15,206**	12,010	(28,521)	**21,095**	20,969	(41,821)
Balance at end of year	**$ 89,588**	$ 93,240	$ 100,894	**$ 138,855**	$ 123,649	$ 111,639	**$ 228,443**	$ 216,889	$ 212,533

The specific allowance at the end of year consists of an allowance for loan losses of $34,875 (2001: $36,297; 2000: $43,710) (Note 4), an allowance for loan guarantees of $45,000 (2001: $45,000; 2000: $45,000) (Note 9), and an allowance for the costs of credit recovery of $9,713 (2001: $11,943; 2000: $12,184).

6. CAPITAL ASSETS

Land is carried at cost. Buildings, equipment, software and leasehold improvements are carried at cost less accumulated amortization. Amortization is calculated using the straight-line method over the estimated useful life of the related asset.

The maximum estimated useful life for the various asset classes is as follows:

Buildings	to 20 years
Equipment and software	to 10 years
Leasehold improvements	to 10 years

Gains and losses on the disposal of capital assets are recorded in the Consolidated Statement of Income in the year of disposal. Losses due to write-downs of the net carrying value of capital assets to their fair market value are recorded in the Consolidated Statement of Income in the year of write-down.

As at March 31, 2002 the balances are as follows:

			2002	2001	2000
	Cost	**Accumulated amortization**	**Net carrying value**	Net carrying value	Net carrying value
Land	**$ 7,649**	**$ –**	**$ 7,649**	$ 7,186	$ 7,189
Buildings	**62,879**	**47,779**	**15,100**	15,119	17,782
Equipment and software	**100,164**	**72,522**	**27,642**	28,078	19,963
Leasehold improvements	**55,349**	**31,079**	**24,270**	23,800	18,682
	$ 226,041	**$ 151,380**	**$ 74,661**	$ 74,183	$ 63,616

Amortization charged to the Consolidated Statement of Income in respect to the above capital assets was $17,419 (2001: $16,379; 2000: $14,041).

7. OTHER ASSETS

	2002	2001	2000
Accrued interest receivable	**$ 144,597**	$ 154,013	$ 122,148
Other items, including accounts receivable, accrued pension benefit asset and prepaid items	**53,866**	51,489	44,303
	$ 198,463	$ 205,502	$ 166,451

8. DEPOSITS

Repayment of all deposits, including accrued interest, is guaranteed by the Crown in right of Alberta. A deposit guarantee fee is assessed by the Crown. For the year ended March 31, 2002, the fee was $15,234 (2001: $12,738; 2000: $9,925).

Deposits are summarized as follows:

	Payable on demand	Payable after notice	Payable on a fixed date	2002 Total	2001 Total	2000 Total
Personal	**$ 734,002**	**$ 1,248,426**	**$ 4,996,128**	**$ 6,978,556**	$ 6,307,770	$ 5,657,036
Business and other	**1,629,522**	**312,903**	**2,504,229**	**4,446,654**	4,611,093	4,267,590
	$ 2,363,524	**$ 1,561,329**	**$ 7,500,357**	**$11,425,210**	$ 10,918,863	$ 9,924,626

Total deposits include $124,139 (2001: $96,574; 2000: $101,220) denominated in US funds.

As at March 31, 2002, deposits by the Province of Alberta total $16,963 (2001: $33,307; 2000: $46,468) and include deposits for loans made under the Alberta Farm Credit Stability Program in the amount of $15,972 (2001: $32,165; 2000: $45,439).

9. OTHER LIABILITIES

	2002	2001	2000
Accrued interest payable	**$ 143,904**	$ 148,453	$ 102,355
Allowance for credit losses on loan guarantees *(Note 14)*	**45,000**	45,000	45,000
Other items, including accounts payable, deposit guarantee fee payable, accrued pension benefit liability and other accrued liabilities	**117,481**	88,665	79,974
	$ 306,385	$ 282,118	$ 227,329

10. SUBORDINATED DEBENTURES

Subordinated debentures are unsecured and subordinated to deposits and other liabilities. The following debentures were privately placed with the Crown in right of Alberta and represent ATB's obligation for the cost of the deposit guarantee for years prior to 2002. These debentures are non-convertible, non-redeemable, non-transferrable, and bear a fixed interest rate payable semi-annually.

Maturity Date	Interest Rate	2002	2001	2000
June 30, 2004	5.475%	**$ 7,519**	$ 7,519	$ 7,519
June 30, 2005	6.540%	**9,925**	9,925	–
June 30, 2006	5.840%	**12,738**	–	–
		$ 30,182	$ 17,444	$ 7,519

11. EMPLOYEE FUTURE BENEFITS

ATB participates with other Alberta public sector employers in the Public Service Pension Plan (PSPP). The PSPP is a defined benefit pension plan which provides pension benefits for ATB's non-management employees based on years of service and earnings. ATB accounts for the cost of its participation in PSPP on a defined contribution basis. Expenses related to this plan were $2,699 (2001: $2,492; 2000: $2,391) and are recorded in salaries and employee benefits in the Consolidated Statement of Income.

For its management employees, ATB provides a registered pension plan with defined benefit and defined contribution provisions and a defined benefit supplemental plan. Assets are set aside to satisfy the pension obligation of the registered plan. ATB has the ultimate responsibility for ensuring that the liabilities of the registered plan are adequately funded over time. The supplemental plan is not pre-funded and benefits are paid from ATB's assets as they become due.

The cost of the defined contribution provisions of the registered plan is recorded based on the contributions from ATB in the current year, and is included in the Consolidated Statement of Income under salaries and employee benefits. In the year ended March 31, 2002 the expense was $2,773 (2001: $2,479; 2000: $2,349).

The pension expense for the defined benefit provisions of the registered plan and for the supplemental plan is actuarially determined as the cost of employee benefits earned in the year, interest expense on the accrued benefit obligation, expected investment return on the plan assets and amortization of deferred amounts, using management's best estimate and actuarial assumptions outlined in the following table. It is recorded in the Consolidated Statement of Income as a component of salaries and employee benefits. The difference between the pension expense and the actual cash contributions to the plan is recorded in the Consolidated Balance Sheet as part of other assets or other liabilities, as appropriate.

Management employees defined benefit pension plans

	Registered plan			Supplemental plan		
	2002	2001	2000	**2002**	2001	2000
CHANGE IN FAIR VALUE OF PLAN ASSETS						
Fair value of plan assets at beginning of year	**$ 58,316**	$ 54,448	$ 43,544	**$ –**	$ –	$ –
Contributions from ATB	**948**	–	2,578	**7**	–	–
Contributions from employees	**904**	977	1,018	**–**	–	–
Actual return on plan assets	**2,059**	3,988	7,849	**–**	–	–
Benefits paid	**(1,120)**	(399)	(541)	**(7)**	–	–
Transfers to other plans	**(4,672)**	(698)	–	**–**	–	–
Fair value of plan assets at end of year	**$ 56,435**	$ 58,316	$ 54,448	**$ –**	$ –	$ –
CHANGE IN PROJECTED BENEFIT OBLIGATION						
Projected benefit obligation at beginning of year	**$ 57,326**	$ 51,817	$ 39,307	**$ 1,028**	$ 415	$ –
Actuarial loss (gain)	**5,381**	(215)	8,348	**156**	125	114
Current service cost	**2,233**	2,483	2,138	**578**	429	291
Interest cost	**3,907**	3,640	2,565	**95**	59	10
Benefits paid	**(1,120)**	(399)	(541)	**(7)**	–	–
Transfers to other plans	**(3,987)**	–	–	**–**	–	–
Projected benefit obligation at end of year	**$ 63,740**	$ 57,326	$ 51,817	**$ 1,850**	$ 1,028	$ 415
FUNDED STATUS						
Plan (deficit) surplus	**$ (7,305)**	$ 990	$ 2,631	**$ (1,850)**	$ (1,028)	$ (415)
Unamortized initial transition asset	**(2,758)**	(3,389)	(3,813)	**–**	–	–
Unamortized actuarial net loss	**12,557**	5,314	4,210	**385**	239	114
Accrued benefit asset (liability)	**$ 2,494**	$ 2,915	$ 3,028	**$ (1,465)**	$ (789)	$ (301)
ANNUAL BENEFIT EXPENSE						
Service cost, net of employee contributions	**$ 1,329**	$ 1,506	$ 1,120	**$ 578**	$ 429	$ 291
Interest cost	**3,907**	3,640	2,565	**95**	59	10
Expected return on plan assets	**(4,305)**	(4,609)	(3,711)	**–**	–	–
Amortization of initial transition asset	**(394)**	(424)	(424)	**10**	–	–
Loss on transfers to other plans	**832**	–	–	**–**	–	–
Net pension benefit expense	**$ 1,369**	$ 113	$ (450)	**$ 683**	$ 488	$ 301
ACTUARIAL ASSUMPTIONS USED IN ACTUARIAL VALUATIONS						
Discount rate at beginning of year	**7.25%**	7.00%	6.50%	**7.25%**	7.00%	6.50%
Discount rate at end of year	**6.75%**	7.25%	7.00%	**6.75%**	7.25%	7.00%
Return on plan assets	**8.00%**	9.00%	8.50%	**–**	–	–
Rate of inflation	**2.75%**	2.50%	1.50%	**2.75%**	2.50%	1.50%
Rate of increase in future compensation [1]	**4.50%**	4.00%	2.50%	**4.75%**	4.75%	3.50%

[1] The assumed compensation increase trend for the registered plan was based on an estimated increase of 4.75 percent per annum for three years and 3.25 percent percent thereafter, and for the supplemental plan on an estimated increase of 4.75 percent per annum. An increase of one percentage point in compensation trends would have increased the 2002 net pension benefit expense of the registered plan by $471 and of the supplemental plan by $107.

12. DISCLOSURE OF SALARIES AND BENEFITS

ATB is an Agent of the Crown in right of Alberta and, as such, is required to disclose the following information as per the Salary and Benefits Disclosure Directive made by the Treasury Board, pursuant to sections 5, 6 and 7 of the Financial Administration Act. This directive applies to all departments, regulated funds, provincial agencies and Crown-controlled organizations. The amounts disclosed in the following table are the amounts earned in the year.

						2002	2001
	Base salary	Variable pay [1]	Deferred variable pay [2]	Total salary	Benefits and allowances	Total	Total
Chairman of the Board	$ 58	$ –	$ –	$ 58	$ –	$ 58	$ 45
Board Members (11)	358	–	–	358	–	358	300
President and Chief Executive Officer [3]	310	40	42	392	72	464	523
Chief Operating Officer [4]	82	31	32	145	27	172	–
Executive Vice-President Sales [5]	108	30	33	171	53	224	367
Executive Vice-President Marketing	168	47	52	267	64	331	331
Executive Vice-President Credit	164	45	49	258	63	321	310
Senior Vice-President Electronic & Centralized Services [5]	102	29	32	163	39	202	328
Chief Financial Officer	140	43	48	231	55	286	301
Vice-President Human Resources	126	35	38	199	51	250	249

(1) Variable pay is determined based on goal attainment in the fiscal year and will be paid in June 2002.

(2) Deferred variable pay is reported as earned in the year. Payment is deferred for up to 2.5 years and is dependent upon the employee's continued employment with ATB. The actual amount the employee will receive will appreciate or depreciate from the amount shown based on a specified methodology to reflect ATB's actual financial performance in the next two fiscal years.

(3) The position was occupied by two individuals consecutively through the year.

(4) The position was established effective November 2001 as a result of reorganization.

(5) The position was abolished effective November 2001 as a result of reorganization.

Total salary includes all earned regular base pay, variable pay, deferred variable pay, bonuses, lump sum payments, retainers, fees, retroactive pay adjustments and any other direct cash remuneration. Accumulated vacation was paid out to the President and Chief Executive Officer (2002: $4; 2001: $0), the Executive Vice-President Credit (2002: $6; 2001: $0) and the Chief Financial Officer (2002: $0; 2001: $3). These amounts are included in the salary figure.

Benefits and allowances consist of the employer's share of all employee benefits and contributions or payments made on behalf of employees including pension, health care, dental coverage, vision coverage, medical benefits, group life insurance, accidental disability and dismemberment insurance, long-term disability plans, and employer's statutory contributions. The benefits and allowances figure also includes the cost of additional benefits such as perquisite allowances.

An automobile was provided for the President and Chief Executive Officer; no amount is included in the benefits and allowances figure.

13. RELATED PARTY TRANSACTIONS

In the ordinary course of business, ATB provides normal banking services to various Province of Alberta departments and agencies on terms similar to those offered to non-related parties (Note 8).

On June 30, 2001 a subordinated debenture issue was privately placed with the Crown in right of Alberta (Note 10).

ATB provides banking services to its directors, officers, and employees at various terms and rates. Directors do not receive preferential rates. As at March 31, 2002, the total outstanding balances of loans and residential mortgages to these parties were $150,187 (2001: $164,534; 2000: $164,245).

14. COMMITMENTS & CONTINGENT LIABILITIES

Credit instruments

In the normal course of business, ATB enters into various commitments to provide customers with sources of credit. These include credit commitments, letters of credit, letters of guarantee and loan guarantees.

Guarantees and standby letters of credit represent an irrevocable obligation to make payments to a third party in the event that the customer is unable to meet its financial or performance contractual obligations. In the event of a call on such commitments, ATB has recourse against the customers. Documentary and commercial letters of credit require ATB to honour drafts presented by third parties upon completion of specific activities.

Commitments to extend credit represent undertakings to make credit available in the form of loans or other financing for specific amounts and maturities, subject to certain conditions, and include recently authorized credit not yet drawn down, and credit facilities available on a revolving basis.

These credit arrangements are subject to ATB's normal credit standards, and collateral may be obtained where appropriate. The contract amounts represent the maximum credit risk exposure to ATB should the contracts be fully drawn, and any collateral held proves to be of no value. As many of these arrangements will expire or terminate without being drawn upon, the contract amounts do not necessarily represent the future cash requirements.

Contractual amounts as at March 31 were:

	2002	2001	2000
Guarantees	**$ 440,744**	$ 410,579	$ 413,977
Letters of credit	**3,026**	4,904	2,801
Commitments to extend credit	**2,245,554**	2,098,536	1,765,137
	$ 2,689,324	$ 2,514,019	$ 2,181,915

Lease commitments

ATB has obligations under long-term non-cancellable operating leases for buildings and equipment. The future minimum lease payments for each of the next five years and thereafter are:

2003	$ 18,156
2004	16,510
2005	15,315
2006	14,756
2007	13,951
2008 and thereafter	41,185
	$ 119,873

The total lease expense charged to the Consolidated Statement of Income is $16,016 (2001: $16,599; 2000: $16,208).

Litigation

Various actions and legal proceedings arising from the normal course of business are pending against ATB. Management does not consider the aggregate liability, if any, of these actions and proceedings to be material.

Pledged Assets

In the ordinary course of business, ATB pledges securities to the Bank of Canada in order to participate in clearing and payment systems and to have access to its facilities. Amounts pledged at March 31 are provided in Note 3.

West Edmonton Mall loan guarantee

Under the terms of a guarantee agreement dated October 31, 1994, relating to the refinancing of West Edmonton Mall (WEM), ATB guaranteed to the Toronto Dominion Bank (TD Bank) repayment of a $353,000 credit facility in accordance with the terms of the agreement, and in any event by October 31, 2004.

In the event that ATB is required to honour its guarantee, the net cost to ATB would be the difference between the amount then owed to the TD Bank and the proceeds from a realization or refinancing of WEM. In 1998 ATB obtained an appraisal that values WEM at $300,000. As a result of this appraisal, ATB has provided for a loan guarantee loss of $45,000, having regard to the difference between the appraised value and the amount owed to the TD Bank.

On August 25, 1998, ATB filed a Statement of Claim against the owners of WEM and others. ATB seeks to have the refinancing agreements set aside. ATB claims in the alternative that the owners of WEM have defaulted on their obligation to maintain the facility to the standard required under the loan agreements. It is management's opinion that if the facility is not properly maintained, the value of WEM could decline below $300,000, thereby, potentially increasing ATB's liability under its guarantee to the TD Bank. Any increase in ATB's liability under the guarantee would be charged against earnings in the year it is identified. Management believes it has taken the necessary steps to minimize ATB's exposure under the guarantee to a point where a material addition to the existing provision is unlikely.

In April and June 1998, WEM provided ATB with copies of purported agreements dated November 15, 1994, February 23, 1996 and March 25, 1996, that purport to amend the WEM refinancing agreements dated October 31, 1994. The agreements purport to extend the term of the guarantee to 2014 and to amend the terms of repayment and other provisions of the refinancing agreements. Management believes that it will be successful in its legal action to set aside these purported amending agreements and as a result no liability to them has been established.

In December 1998, and January 1999, two counterclaims were filed in this action by the owners of WEM and others against ATB. These counterclaims are for significant amounts. In the opinion of management, these counterclaims are without merit and are unlikely to result in a material loss.

15. DERIVATIVE FINANCIAL INSTRUMENTS

Derivative products used by ATB include interest rate swaps, interest rate caps, interest rate floors, foreign exchange forward contracts, equity-linked call options, commodity-linked call options, and equity-linked option contracts. ATB enters into derivative transactions for risk management purposes and does not act as an intermediary in this market, except for the foreign exchange forward contracts, which ATB provides to its customers for the purposes of meeting their day-to-day business needs and which are fully hedged to eliminate foreign exchange exposure.

The interest rate contracts are used to manage exposures to fluctuations in interest rates in ATB's overall portfolio or in specific financial instruments. The equity and commodity linked contracts are used to manage exposures to fluctuations in the underlying equity and commodity prices and indices arising from specific financial instruments.

Income and expense associated with interest rate contracts and equity and commodity linked contracts is accounted for on an accrual basis and recognized over the life of the contract as an adjustment to net interest income. Income from foreign exchange forward contracts is included in other income. Realized gains and losses from early termination of derivative financial instruments are amortized over the remaining original life of the contract. Deferred gains and losses are recorded in other assets or other liabilities, as appropriate. The total amount of prepaid premiums at March 31, 2002 is $38,652 (2001; $30,650; 2000: $18,577) and is recorded in other assets in the Consolidated Balance Sheet.

The derivative financial instruments are not recorded in the Consolidated Balance Sheet. Notional principal amounts, upon which payments are based, are not indicative of the credit risk associated with derivative financial instruments.

The notional amounts of derivative contracts are summarized as follows:

			2002	2001	2000
	Term to maturity				
	Within 1 year	1 – 5 years	Total	Total	Total
Interest rate contracts					
Interest rate swaps	**$ 1,575,000**	**$ 565,000**	**$ 2,140,000**	$ 1,555,000	$ 813,750
Interest rate caps	**–**	**35,000**	**35,000**	35,000	125,000
Interest rate floors	**100,000**	**–**	**100,000**	–	–
	1,675,000	**600,000**	**2,275,000**	1,590,000	938,750
Equity and commodity linked contracts	**107,200**	**347,850**	**455,050**	330,650	273,300
Foreign exchange forward contracts	**1,608**	**544**	**2,152**	5,141	8,151
	$ 1,783,808	**$ 948,394**	**$ 2,732,202**	$ 1,925,791	$ 1,220,201

The current replacement cost and fair value of derivative contracts are summarized as follows:

			Current replacement cost	
	Notional amount	Net fair value	Favourable position	Unfavourable position
2002				
Interest rate contracts				
Interest rate swaps	**$ 2,140,000**	**$ (5,128)**	**$ 9,504**	**$ 14,632**
Interest rate caps	**35,000**	**51**	**51**	**–**
Interest rate floors	**100,000**	**–**	**–**	**–**
Equity linked contracts	**455,050**	**29,468**	**29,468**	**–**
Foreign exchange forward contracts	**2,152**	**–**	**19**	**19**
Total	**$ 2,732,202**	**$ 24,391**	**$ 39,042**	**$ 14,651**
2001 Total	$ 1,925,791	$ 49,942	$ 53,903	$ 3,961
2000 Total	$ 1,220,201	$ 75,071	$ 76,175	$ 1,104

Fair values are determined using pricing models which take into account current market and contractual prices of the underlying instruments, as well as time value and yield curve or volatility factors underlying the positions. Fair values have been segregated between those contracts which are in a favourable position (positive fair value) and those contracts which are in an unfavourable position (negative fair value).

Current credit exposure is limited to the amount of loss that ATB would suffer if every counterparty to which ATB was exposed were to default at once, which is represented by the current replacement cost of all outstanding contracts in a favourable position. ATB attempts to limit its credit exposure by dealing with counterparties believed to be credit worthy.

16. ESTIMATED FAIR VALUE OF BALANCE SHEET FINANCIAL INSTRUMENTS

The estimated fair values approximate values at which ATB's financial instruments could be exchanged in a transaction between willing parties who are under no compulsion to act. Since many of ATB's financial instruments lack an available trading market, the fair values presented represent estimates of the current market value of instruments, taking into account changes in market rates that have occurred since their origination. Fair values are determined using various valuation methods and assumptions. For items which are short-term in nature, the estimated fair value is equal to carrying value. These include cash resources, securities, other assets and other liabilities. For floating rate financial instruments, fair value is equal to carrying value as the interest rates automatically reprice to market. For fixed rate loans, fair value is determined by discounting the expected future cash flows at market rates. For fixed rate deposits, fair value is determined by discounting the contractual cash flows using market interest rates currently offered for deposits with similar terms.

Due to the use of subjective assumptions and uncertainties, the fair value amounts should not be interpreted as being realizable in an immediate settlement of the instruments.

The estimated fair values disclosed do not reflect the value of items that are not considered financial instruments, such as capital assets.

Estimated fair values of balance sheet financial instruments are summarized as follows:

	2002			2001			2000		
	Carrying value	**Fair value**	**Fair value over carrying value**	Carrying value	Fair value	Fair value over carrying value	Carrying value	Fair value	Fair value over (under) carrying value
Assets									
Cash resources	**$ 968,376**	**$ 968,376**	**$ –**	$ 964,056	$ 964,056	$ -	$ 646,961	$ 646,961	$ –
Securities	**711,747**	**711,747**	**–**	861,193	861,193	-	630,224	630,224	–
Loans	**10,400,563**	**10,661,762**	**261,199**	9,554,252	9,720,444	166,192	8,933,575	8,810,784	(122,791)
Other assets	**198,463**	**198,463**	**–**	205,502	205,502	-	166,451	166,451	–
Liabilities									
Deposits	**$11,425,210**	**$ 11,446,659**	**$ 21,449**	$10,918,863	$11,066,983	$ 148,120	$ 9,924,626	$ 9,953,354	$ 28,728
Other	**336,567**	**336,567**	**–**	306,216	306,216	-	243,563	243,563	–

17. INTEREST RATE RISK

Interest rate risk is the risk that net interest income will decrease because of an adverse movement in interest rates. The following table details the gap between interest sensitive assets and interest sensitive liabilities, based on the earlier of the repricing or maturity date of both on- and off-balance sheet assets and liabilities.

	Term to maturity/repricing							
	Within 3 months	3 - 6 months	6 - 12 months	Total within 1 year	1 year to 5 years	Over 5 years	Non-interest sensitive	Total
2002								
Assets								
Cash	$ 104,434	$ –	$ –	$ 104,434	$ –	$ –	$ –	$ 104,434
Effective interest rate	2.15%	–	–	2.15%	–	–	–	2.15%
Securities and interest bearing deposits with banks	1,427,803	78,181	54,078	1,560,062	–	–	–	1,560,062
Effective interest rate	2.22%	3.14%	2.46%	2.28%	–	–	–	2.28%
Loans	4,921,251	323,835	631,928	5,877,014	4,365,413	41,169	116,967	10,400,563
Effective interest rate	4.72%	6.87%	6.86%	5.07%	6.90%	7.54%	8.20%	5.98%
Other	–	–	–	–	–	–	288,751	288,751
	6,453,488	402,016	686,006	7,541,510	4,365,413	41,169	405,718	12,353,810
Liabilities and Equity								
Deposits	4,177,420	552,934	1,256,929	5,987,283	3,235,479	–	2,202,448	11,425,210
Effective interest rate	1.71%	3.93%	3.60%	2.31%	4.81%	–	0.17%	2.61%
Other liabilities and equity	–	–	–	–	–	–	898,418	898,418
Subordinated debentures	–	–	–	–	–	–	30,182	30,182
Effective interest rate	–	–	–	–	–	–	5.98%	5.98%
	4,177,420	552,934	1,256,929	5,987,283	3,235,479	–	3,131,048	12,353,810
On-balance sheet gap	2,276,068	(150,918)	(570,923)	1,554,227	1,129,934	41,169	(2,725,330)	–
Derivatives used for asset/liability gap management (notional amounts)								
Pay side swaps	(1,725,000)	–	–	(1,725,000)	(415,000)	–	–	(2,140,000)
Effective interest rate	2.15%	–	–	2.15%	5.38%	–	–	–
Receive side swaps	865,000	100,000	1,025,000	1,990,000	150,000	–	–	2,140,000
Effective interest rate	3.43%	4.32%	2.78%	3.14%	3.00%	–	–	–
Off-balance sheet gap	(860,000)	100,000	1,025,000	265,000	(265,000)	–	–	–
Net gap	$ 1,416,068	$ (50,918)	$ 454,077	$ 1,819,227	$ 864,934	$ 41,169	$ (2,725,330)	$ –
% of assets	11.46%	(0.41%)	3.68%	14.73%	7.00%	0.33%	(22.06%)	
2001								
Net gap	$ 1,201,514	$ 259,170	$ 72,190	$ 1,532,874	$ 735,677	$ 22,712	$ (2,291,263)	$ –
% of assets	10.31%	2.22%	0.62%	13.15%	6.31%	0.19%	(19.65%)	
2000								
Net gap	$ 331,709	$ 371,930	$ (550,055)	$ 153,584	$ 775,768	$ 38,198	$ (967,550)	$ –
% of assets	3.18%	3.56%	(5.27%)	1.47%	7.43%	0.37%	(9.27%)	

The gap position is presented as of the close of the business day (March 31). It represents the position of ATB for that day only and may change significantly due to customer preferences and risk management policies.

Non-interest bearing accounts are reported as non-interest sensitive. Due to the current rate environment, interest bearing accounts which no longer demonstrate a direct correlation with market interest rate movements and are no longer deemed to be sensitive are reported as non-interest sensitive.

18. CREDIT RISK

Credit risk is the risk of loss due to borrowers failing to meet their financial obligations. Credit risk arises from both on- and off-balance sheet transactions. ATB's credit risk is significantly influenced by movements in the Alberta economy which in recent years has shown strong growth and occasional sharp declines. The credit risk is managed to ensure diversification by limiting concentrations to single borrowers and industries. The 1994 guarantee for the West Edmonton Mall financing disclosed in Note 14 is an exception. Further, policies and procedures are established to promote sound lending practices and ensure prompt attention to problem loans.

19. MARKET SEGMENT INFORMATION

ATB conducts its business through market segments that offer different products and services – deposit business, individual lending, agricultural lending and independent and commercial business lending. The deposit business market segment provides a wide range of deposit and investment products and sundry financial services to all clients. The lending business market segments provide a variety of credit products and services including credit cards, designed specifically for each particular group of borrowers.

Results for these market segments presented in the following table are based on ATB's internal financial reporting systems, and are consistent with the accounting policies followed in the preparation of ATB's Consolidated Financial Statements. The assets and liabilities are transfer-priced based on their nature and term to determine the net interest income. Non-interest expenses are not currently allocated to the market segments.

		Lending business				
2002	Deposit business	Individual	Agricultural	Independent business and commercial	Other [1]	Total
Net interest income	$ 140,354	$ 97,207	$ 32,283	$ 83,370	$ 12,369	$ 365,583
Other income	50,754	15,489	2,891	21,132	10,943	101,209
Total revenue	191,108	112,696	35,174	104,502	23,312	466,792
Provision for credit losses	–	5,140	329	8,202	7,424	21,095
Net interest and other income	$ 191,108	$ 107,556	$ 34,845	$ 96,300	$ 15,888	$ 445,697
Non-interest expenses	–	–	–	–	–	287,771
Net income	–	–	–	–	–	$ 157,926
Average loans	$ –	$ 5,724,320	$ 1,241,434	$ 3,062,682	$ (67,267)	$ 9,961,169
Average deposits	10,256,078	–	–	–	1,108,959	11,365,037
Total assets	–	6,029,105	1,264,407	3,197,688	1,862,610	12,353,810

2001	Deposit business	Lending business: Individual	Lending business: Agricultural	Lending business: Independent business and commercial	Other [1]	Total
Net interest income	$ 153,409	$ 84,389	$ 28,131	$ 73,944	$ 22,096	$ 361,969
Other income	49,527	9,497	1,762	16,770	11,519	89,075
Total revenue	202,936	93,886	29,893	90,714	33,615	451,044
Provision for credit losses	-	4,643	230	12,176	3,920	20,969
Net interest and other income	$ 202,936	$ 89,243	$ 29,663	$ 78,538	$ 29,695	$ 430,075
Non-interest expenses	-	-	-	-	-	268,606
Net income	-	-	-	-	-	$ 161,469
Average loans	$ -	$ 5,288,991	$ 1,156,234	$ 2,968,031	$ (45,935)	$ 9,367,321
Average deposits	9,112,680	-	-	-	1,361,373	10,474,053
Total assets	-	5,468,753	1,206,379	2,932,195	2,051,859	11,659,186

2000	Deposit business	Lending business: Individual	Lending business: Agricultural	Lending business: Independent business and commercial	Other [1]	Total
Net interest income	$ 135,058	$ 69,726	$ 25,055	$ 67,251	$ 34,781	$ 331,871
Other income						
31,533	4,912	1,710	11,055	45,350	94,560	
Total revenue	166,591	74,636	26,765	78,306	80,131	426,431
Provision for (recovery of) credit losses	-	3,668	682	10,541	(56,712)	(41,821)
Net interest and other income	$ 166,591	$ 70,970	$ 26,083	$ 67,765	$ 136,843	$ 468,252
Non-interest expenses	-	-	-	-	-	239,762
Net income	-	-	-	-	-	$ 228,490
Average loans	$ -	$ 4,743,410	$ 1,062,809	$ 2,705,505	$ (48,937)	$ 9,462,787
Average deposits	8,210,056	-	-	-	1,373,391	9,583,447
Total assets	-	5,041,219	1,121,082	2,874,029	1,404,497	10,440,827

[1] Comprised of business of a corporate nature such as investment, risk management, asset liability management and treasury operations, as well as revenue, expenses and general allowances and recoveries for credit losses not expressly attributed to the market segments. It also includes the financial implications of the West Edmonton Mall guarantee (Note 14), which is not typical of normal business activities of ATB.

CORPORATE GOVERNANCE DISCLOSURE FOR THE ATB FINANCIAL 2002 ANNUAL REPORT

ATB Financial is a Crown corporation owned by the Province of Alberta. The Directors are appointed by the Lieutenant Governor in Council. ATB Financial's operations are conducted in accordance with the Alberta Treasury Branches Act and its regulations, other provincial legislation affecting the operations of Crown corporations, and any directions provided by the Shareholder. Many of the governance requirements set out in this legislation are modeled on the statutes and regulations governing other financial institutions and other guidelines to financial institutions issued by the Office of the Superintendent of Financial Institutions and the Canadian Deposit Insurance Corporation.

The Board of Directors (the "Board") is committed to ensuring that ATB Financial has an effective corporate governance system which adds value and assists the corporation in achieving its corporate objectives. Corporate governance includes the process and structure used to supervise the business and affairs of the corporation with the objective of enhancing shareholder value and maintaining the financial viability of the business, while performing the mandate established by the Shareholder. Corporate governance requires determination of the authority, responsibilities and accountability of the Shareholder, the Board and management. The direction and management of the business also takes into account the impact of decisions on other stakeholders such as employees, customers, depositors and the communities in which ATB Financial operates.

As a provincial Crown agent, ATB Financial is not subject to the listing requirements of a Toronto Stock Exchange ("TSX") listed corporation, which would require it to annually disclose its approach to corporate governance with reference to recommendations adopted by the TSX based on its report on corporate governance in Canada entitled "Where were the Directors" (the "Guidelines").

ATB Financial acknowledges the benefits received from good corporate governance practices, and is committed to both the continuing disclosure and annual re-evaluation and implementation of the Guidelines, where appropriate, for a public enterprise competing in the financial services industry. ATB Financial believes that good corporate governance practices contribute to the positive long-term performance of the business and support both the achievement of its mandate established by the Shareholder and its commercial objectives.

ATB Financial supports the key principles and values of corporate governance and the corporation voluntarily discloses the governance practices it considers appropriate for a provincial Crown corporation, in the context of the Guidelines.

TSX CORPORATE GOVERNANCE COMMITTEE GUIDELINES

1. THE BOARD SHOULD EXPLICITLY ASSUME RESPONSIBILITY FOR THE STEWARDSHIP OF THE CORPORATION.

The Board has assumed responsibility for the stewardship of ATB Financial and the conduct of its business and affairs. Stewardship refers to protecting and appropriately using the resources of the corporation. To this end, the Board oversees and monitors management, which is responsible for the day-to-day conduct of the business. The Alberta Treasury Branches Act and its regulations, the corporate by-laws and the terms of reference of the Board and its various committees set out the roles, responsibilities and accountability of the Board.

SPECIFICALLY THE BOARD SHOULD ASSUME RESPONSIBILITY FOR:

(a) adoption of a strategic planning process

- Within the mandate established by the Shareholder, the Board has assumed leadership responsibility for approving ATB Financial's mission statement, strategy and three-year business plans. All such corporate strategies and annual budgets are prepared by management, reviewed with the Board and approved on an annual basis.
- An extensive two-day board planning session is held annually. In addition, the Board provides periodic guidance throughout the year and monitors the development and implementation of all corporate strategies.

(b) identification of principal risks and the implementation of appropriate risk management systems

- The Board has assumed responsibility for approving policies respecting the business and financial risks associated with ATB Financial's operations and ensuring that adequate systems are in place to monitor and manage such risks.
- The Board evaluates the principal risks associated with ATB Financial's business based on its knowledge of the financial services industry, the competitive environment, general economic conditions, and information provided by management with respect to the operations and risks of the business. Various committees of the Board implement and monitor systems in place to address such risks.

(c) succession planning and monitoring senior management

- The Board is responsible for ensuring that effective policies are in place for the recruitment, compensation, evaluation, development and continuity of human resources at ATB Financial.
- Succession planning is one of the key responsibilities of the President and Chief Executive Officer. The President and Chief Executive Officer periodically presents to the Board, with the assistance of the Vice President, Human Resources, a plan for executive and senior management succession and development; and reports on the performance against, or any required amendments to, such plan.

(d) communications policy

- The Board has implemented appropriate structures to ensure complete, timely and effective communication between ATB Financial, its Shareholder and other stakeholders, including the Alberta public. A formal communications policy was approved by the Board May 30, 2001.
- Through the Audit Committee, all public financial information is reviewed and recommended to the Board for approval prior to its release.

(e) integrity of internal control and management information systems

- The Board has assumed responsibility for ensuring effective internal controls and financial information systems are in place and are being complied with, to ensure the efficiency of operations, reliability of financial information and reporting, and compliance with applicable laws, regulations, policies and procedures.
- The Audit Committee specifically oversees the financial reporting process in accordance with Canadian generally accepted accounting principles and other legislative requirements affecting Alberta Crown corporations.

2. MAJORITY OF DIRECTORS ARE "UNRELATED".

An "unrelated" director under the Guideline is: independent from management; free from any interest and any business or other relationship that could materially interfere with their ability to act in the best interests of the corporation; and able to exercise objective judgement. On a rigorous application of this definition, 11 Directors of the corporation are unrelated.

3. DISCLOSE WHETHER EACH DIRECTOR IS "UNRELATED".

All of the present Directors of ATB Financial are unrelated, except for one. Additional disclosure on Board members with respect to their experience and backgrounds can also be found on the website: www.atb.com.

4. APPOINT A COMMITTEE RESPONSIBLE FOR APPOINTMENT/ASSESSMENT OF DIRECTORS, COMPOSED OF A MAJORITY OF "UNRELATED" DIRECTORS.

The Governance and Conduct Review Committee, all of whose members are unrelated, is required to periodically assess and make recommendations regarding Board effectiveness. The committee has established a process for identifying, recruiting and recommending to the Shareholder for appointment of new Directors and is responsible for providing ongoing education and development for the Directors.

5. IMPLEMENT A PROCESS FOR ASSESSING THE EFFECTIVENESS OF THE BOARD, ITS COMMITTEES AND INDIVIDUAL DIRECTORS.

The Governance and Conduct Review Committee, in conjunction with the Chairman of the Board, carries out a bi-annual assessment process, including a questionnaire whereby the effectiveness of the Board as a whole is monitored. Board processes are reviewed and the Board's relationship with the Shareholder and management is assessed. As part of this questionnaire, an individual Director evaluation also takes place by way of self-assessment. This is in addition to an informal process of meetings held by the Chairman of the Board with individual Directors.

6. PROVIDE ORIENTATION AND EDUCATION PROGRAMS FOR NEW DIRECTORS.

The Governance and Conduct Review Committee approves the Directors' orientation process and any activities directed at the ongoing development of all Board members in the area of corporate governance, the financial services industry, and other strategic issues relevant to ATB Financial.

7. CONSIDER REDUCING THE SIZE OF THE BOARD WITH A VIEW TO IMPROVE EFFECTIVENESS.

An appropriate number of Board members presenting a diversity of views and business experience must be appointed by the Shareholder to ensure the Board functions effectively. The Governance and Conduct Review Committee and the Board review and recommend to the Shareholder the general parameters for Board composition, taking into consideration current strengths, skills, experience and financial literacy of the Board and the strategic direction and requirements of ATB Financial, including the size of the Board. The Board currently believes 12 is the appropriate number of Directors.

8. REVIEW COMPENSATION OF DIRECTORS IN LIGHT OF RISKS AND RESPONSIBILITIES.

Compensation for the Board is set by Order in Council and has not been increased since 1997. The Board determines the need for meetings, the number of committees and appropriate compensation, within the fee guidelines provided by the Shareholder.

9. COMMITTEES SHOULD GENERALLY BE COMPOSED OF NON-MANAGEMENT DIRECTORS AND THE MAJORITY OF COMMITTEE MEMBERS SHOULD BE UNRELATED.

All of the committees of the Board are composed of non-management Directors, one of whom is related. The President and Chief Executive Officer is free to attend all committee and Board meetings (except for any in-camera sessions held with only Board members present), but is not a voting member of the Board or its committees. The Chairman of the Board is a member of the Credit Policy and Risk Management Committee, and may also attend all other committee meetings.

10. APPOINT A COMMITTEE RESPONSIBLE FOR DETERMINING THE CORPORATION'S APPROACH TO CORPORATE GOVERNANCE ISSUES.

The Governance and Conduct Review Committee is responsible for governance issues, including recommending to the Board of ATB Financial for approval all corporate disclosure in response to the Guidelines, annual review of the terms of reference and Board committee structure, policies and procedures related to conflicts of interest for Directors, officers and other employees, and all recommendations to enhance the effectiveness of corporate governance.

11. DEFINE LIMITS TO MANAGEMENT'S RESPONSIBILITIES BY DEVELOPING MANDATES FOR:

(a) **the Board** – The Board has broad responsibility for monitoring the management of the business and affairs of ATB Financial. This is set out in its terms of reference.

(b) **the President and Chief Executive Officer** – The general responsibilities of the President and Chief Executive Officer are set out in their employment contract. As well, the annual performance objectives are established in reference to the three-year business plan, which is reviewed and approved by the Board and constitutes further details of the mandate. The Human Resources Committee assesses the performance of the President and Chief Executive Officer against the annual objectives implicit in the relevant business plan.

12. ESTABLISH PROCEDURES TO ENABLE THE BOARD TO FUNCTION INDEPENDENTLY OF MANAGEMENT.

The Governance and Conduct Review Committee is responsible for making recommendations to ensure the Board can function independently of management.

- The Board holds a session without management present at most Board and committee meetings.
- Board independence is further enabled through the separation of the positions of the Chairman of the Board and President and Chief Executive Officer, both of whom are directly appointed by the Shareholder. Further, the President and Chief Executive Officer is not a Director of the corporation.
- Each of the Board standing committees have specific authority to retain external advisors as appropriate (at the expense of ATB Financial), upon approval from the Chairman of the Board.

13. ESTABLISH AN AUDIT COMMITTEE WITH A SPECIFICALLY DEFINED MANDATE, WITH ALL MEMBERS BEING OUTSIDE DIRECTORS.

The Audit Committee, which is composed entirely of non-management and unrelated Directors, is responsible for both the internal and external audit functions, the integrity of financial statements and reviewing and recommending to the Board for approval all public disclosure information such as annual and quarterly financial statements, any management discussion and analysis provided therewith, and all quarterly reports and financial news releases.

- The Audit Committee meets regularly with its internal and external auditors, without management present.
- The terms of reference of the Audit Committee serve as its mandate and were amended in 2001 to comply with many of the recommendations of the Blue Ribbon Committee on Audit Committee Practices with respect to audit committee charters.
- The Auditor General of Alberta is appointed the external auditor of ATB Financial, pursuant to legislation.

14. IMPLEMENT A SYSTEM TO ENABLE INDIVIDUAL DIRECTORS TO ENGAGE OUTSIDE ADVISORS, AT THE CORPORATION'S EXPENSE.

In addition to the authority of committees to retain external advisors in connection with their responsibilities, individual Directors, with prior approval from the Chairman of the Board, may engage outside advisors at the expense of ATB Financial, to provide advice with respect to any contemplated corporate decision or action.

Back row L to R – Brian Heidecker (Coronation); Ralph Scurfield (Calgary); David W. Hughes (Lethbridge); J.W. (Jack) Halpin (Calgary); Gail D. Surkan (Red Deer); Gary Campbell (Edmonton); Robert G. Brawn (Calgary); and Brian Hesje (Edmonton).

Front row L to R – Al O'Brien (Edmonton); Ian M. Macdonald (Fairview); Ron P. Triffo, Chairman of the Board (Edmonton); and Brian McCook (Lloydminster).

Back row L to R – Brian Heidecker (Coronation); Ralph Scurfield (Calgary); David W. Hughes (Lethbridge); J.W. (Jack) Halpin (Calgary); Gail D. Surkan (Red Deer); Gary Campbell (Edmonton); Robert G. Brawn (Calgary); and Brian Hesje (Edmonton).

Front row L to R – Al O'Brien (Edmonton); Ian M. Macdonald (Fairview); Ron P. Triffo, Chairman of the Board (Edmonton); and Brian McCook (Lloydminster).

AUDIT COMMITTEE

Brian Hesje, Chairman
Brian McCook
Al O'Brien
Ralph Scurfield
Gail D. Surkan

CREDIT POLICY AND RISK MANAGEMENT COMMITTEE

Brian Heidecker, Chairman
Robert G. Brawn
J.W. (Jack) Halpin
David W. Hughes
Gail D. Surkan
Ron P. Triffo

GOVERNANCE AND CONDUCT REVIEW COMMITTEE

Gary Campbell, Chairman
Robert G. Brawn
David W. Hughes
Ian M. Macdonald
Ralph Scurfield

HUMAN RESOURCES COMMITTEE

David W. Hughes, Chairman
Gary Campbell
Brian Heidecker
Brian McCook
Ian M. Macdonald

ATB Financial

PRODUCTS: PERSONAL SERVICES

DEPOSIT ACCOUNTS	Unlimited Service
	Full Service Option 40/20
	Full Service Saving
	e-Service Option 40/20
	Investment Savings
	Student's First Plan
	Senior Plan
	Generation
	US Dollar Savings
INVESTMENTS	Guaranteed Investment Certificates (GIC)
	Compound Interest Certificates (CIC)
	Term Deposit Certificates
	US Term Deposit Certificates
SEASONAL PRODUCTS:	Flexible GIC
	Springboard GIC
	Cashable GIC
	Variable GIC
	Century GIC
	Optimum Rate GIC
	Linked GIC
RETIREMENT PRODUCTS	Registered Retirement Savings Plan (RRSP)
	Registered Retirement Income Fund (RRIF)
	Registered Education Savings Plan (RESP)
CARDS	Alberta MasterCard
	Alberta Gold MasterCard
	Alberta Students First MasterCard
	Alberta Advantedge MasterCard
	Debit Card
LOANS	Personal Loans
	Line of Credit
	Overdraft Protection
	RSP Loans
MORTGAGES	Conventional
	Mortgage Line of Credit
	Insured (CMHC/GE Capital)
	Canadian Home Income Plan (CHIP)
LOAN INSURANCE	Group Creditor Life, Accidental Dismemberment and Permanent Loss
	Group Creditor Disability Insurance
SERVICES	Telephone Banking
	Internet Banking
	Safekeeping
	Money Services

DEPOSIT ACCOUNTS	Full Service Chequing Account
	e-Service Account
	Savings Account
	Customized Account
	US Chequing and Savings Account
INVESTMENTS	Guaranteed Investment Certificates (GIC)
	Compound Interest Certificates (CIC)
	Term Deposit Certificates
	US Term Deposit Certificates
BUSINESS LOANS	Capital Financing Loans
	Operating Loans
	Government Guaranteed Loans
	Professional Practice Loans
	Pick Your Payment
	Letters of Credit
CARDS	Alberta Business MasterCard
LOAN INSURANCE	Group Creditor Life, Accidental Dismemberment and Permanent Loss
	Group Creditor Disability Insurance
SERVICES	Internet Banking
	Electronic Funds Transfer (EFT)
	Merchant Payment Solutions
	Telephone Banking
	Safekeeping
	Money Services

DEPOSIT ACCOUNT	NISA Account
AGRI-INDUSTRY LOANS	Agri-Term Agri-Plan ATB Specialty Loans Breeder Financing Cost Cutter Conditional Sales Contracts Equity Agri-Plan Feeder Association 4-H
GOVERNMENT GUARANTEED LOANS:	Farm Improvement Loans Alberta Farm Development Loans
INVESTMENTS	Guaranteed Investment Certificates (GIC) Compound Interest Certificates (CIC) Term Deposit Certificates
SEASONAL PRODUCTS:	Flexible GIC Springboard GIC Cashable GIC Variable GIC
CARDS	AgriBusiness MasterCard 4-H Affinity Card
LOAN INSURANCE	Group Creditor Life, Accidental Dismemberment and Permanent Loss
SERVICES	4-H Program Agricultural Services Internet Banking Telephone Banking Safekeeping Money Services

EXECUTIVE OFFICERS

Bob Normand
President and Chief Executive Officer

Bob Ascah
Vice-President
Corporate Planning

Ken Casey
Senior Vice-President
Electronic Banking and Centralized Services

Sandy Chipchar
Vice-President
Human Resources

Kerry Day
Vice-President
Legal and Corporate Secretary

Brian Digby
Executive Vice-President
Marketing

Darlene Dickinson
Vice-President
Public Affairs

Sheldon Dyck
Senior Vice-President
Wealth Management

Bill Fanous
Vice-President
Internal Audit

Lukasz Forys
Vice-President
Treasury and Global Financial Markets

Amolak Grewal
Chief Operating Officer

Jamie Hood
Vice-President
Central Services

Larry Kaumeyer
Vice-President
Direct Sales

Ed Knash
Vice-President
Agri-Industry

Cathy Lane
Vice-President
Asset Management

Joe Leuwer
Vice-President
Information Technology

Ken Littlewood
Senior Vice-President
Asset Management

Bob Mann
Executive Vice-President
Credit

Ron Metro
Vice-President
Rural Sales

Shelly Miciak
Vice-President
Credit Risk and Portfolio Management

Gord Mooney
Senior Vice-President
Urban Sales

Lenka Stuchlik
Vice-President
Comptroller

Harry Todd
Vice-President
Credit

Craig Warnock
Chief Financial Officer

Ian Wild
Senior Vice-President
Energy and Commercial

REGIONAL VICE-PRESIDENTS

Michael Baker
Central Region

Deane Fossen
South Region

Jay Hamblin
Edmonton Commercial

Keith Hughes
Northeast Region

Kim Irving
Edmonton Retail

Peter O'Neill
Calgary Retail

Dean Ozanne
Northwest Region

Bob Sutherland
Calgary Commercial

ATB Financial

ANNUAL GENERAL MEETING

Our Annual Public Meeting will be held on Tuesday, June 25, 2002 at 2:30 p.m., at the Westin Hotel (Ballroom), 10135 – 100th Street, Edmonton, Alberta. Please call (780) 498-7501 to register.

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